



**Board of Trustees Meeting**

**November 14, 2012**



## Regular Board Meeting Agenda

November 14, 2012 - 6:00 p.m. - Room W214

- I. Call to Order
- II. Roll Call
- III. Approval of Agenda
- IV. Presentation – PBS Nightly Business Report on Advanced Manufacturing
- V. Student Trustee Report
- VI. Faculty Senate President's Report
- VII. President's Report
  - Student Success Report – High School Penetration Rate / Math Placement Update
  - Legislative Report
  - Correspondence
- VIII. Harper College Employee Comments
- IX. Public Comments
- X. Consent Agenda At the request of a Board member or the President, an item may be removed from the Consent Agenda for discussion. Certain recurring recommendations may be included in the Consent Agenda at the discretion of the College President.
  - A. For Approval
    1. Minutes – September 12, 2012 Committee of the Whole Meeting, September 19, 2012 Regular Board Meeting, and September 25, 2012 Special Board Meeting Exhibit X-A.1
    2. Fund Expenditures – Bills Payable; Payroll for August 24, 2012, September 7, 2012, September 21, 2012, October 5, 2012 and October 19, 2012 and Estimated Payroll for November 2, 2012 Exhibit X-A.2
    3. Bid Awards Exhibit X-A.3
    4. Requests for Proposal Exhibit X-A.4
    5. Purchase Orders
      - a. Upgraded Electrical Service for Building H Exhibit X-A.5.a
      - b. Blackboard Course Management Software Site Licensing, Support and Hosting Services Exhibit X-A.5.b
      - c. Printing and Mailing of the Continuing Education Course Schedule Exhibit X-A.5.c
      - d. Euclid Entrance Relocation Project Engineering and Design Services Exhibit X-A.5.d
      - e. Architect for Swimming Pool Repair Project Exhibit X-A.5.e
      - f. Construction Management Services for the New Parking Structure at Lot 7 Exhibit X-A.5.f
      - g. Issuance of Purchase Orders to Cigna Group Insurance, Wage Works, Delta Dental, Blue Cross/Blue Shield of Illinois, and HMO Illinois Exhibit X-A.5.g
      - h. Harper Professional Center (HPC) Condominium Association Dues Exhibit X-A.5.h

- 6. Approval of Personnel Actions Exhibit X-A.6
- 7. Semi-Annual Review of Closed Session Minutes and Board Recordings Exhibit X-A.7
- 8. Career Advisory Committee Appointments for the 2012-2013 Academic Year Exhibit X-A.8
- 9. Affiliation Agreement with Resurrection Senior Services (to be known as Presence Ballard Nursing Center) for Harper College's Dietetic Technician Program Exhibit X-A.9
- B. For Information
  - 1. Monthly Financial Statements Exhibit X-B.1
  - 2. Board Committee and Liaison Reports Exhibit X-B.2
  - 3. Grants and Gifts Status Report Exhibit X-B.3
  - 4. Review of Consortiums, Cooperatives and State of Illinois Contracts Purchasing Status Report Exhibit X-B.4
  - 5. Leave of Absence Exhibit X-B.5

XI. New Business

- A. RECOMMENDATION: Resolution for the 2012 Estimated Tax Levies Exhibit XI-A
- B. RECOMMENDATION: Resolution Designating a Person or Persons to Prepare a Tentative Budget for Fiscal Year 2014 Exhibit XI-B
- C. RECOMMENDATION: Adoption of Debt Certificate Resolution, and Accepting a Proposal and Awarding a Contract to Wells Fargo Bank, N.A. as the Purchaser of the Debt Certificates Exhibit XI-C
- D. RECOMMENDATION: Designation of Election Official for the April 9, 2013 Consolidated Election Exhibit XI-D

XII. Announcements by Chair

- A. Communications
- B. Calendar Dates ( \* indicates Board attendance required )

|               |   |           |                                  |      |
|---------------|---|-----------|----------------------------------|------|
| November 22   | – | 25        | Thanksgiving Holiday             |      |
| December 3    |   | 4:00 p.m. | Board Financial Workshop         | W201 |
| December 12   |   | 5:00 p.m. | Committee of the Whole Meeting   | W216 |
| December 16   |   | 3:00 p.m. | Sounds of the Holidays Reception | PAC  |
| * December 19 |   | 6:00 p.m. | Regular Board Meeting            | W214 |
| December 22   | – | January 1 | Winter Holiday                   |      |
| January 9     |   | 5:00 p.m. | Committee of the Whole Meeting   | W216 |
| * January 16  |   | 6:00 p.m. | Regular Board Meeting            | W214 |

XIII. Other Business (including closed session, if necessary)

XIV. Adjournment

Regular Board Meeting Agenda  
November 14, 2012

- I. Call to Order  
Pledge of Allegiance**
- II. Roll Call**
- III. Approval of Agenda**

## **IV. Presentation**

PBS Nightly Business Report Video  
Advanced Manufacturing Program

Regular Board Meeting Agenda  
November 14, 2012

**V. Student Trustee Report**

**VI. Faculty Senate President's  
Report**

Regular Board Meeting Agenda  
November 14, 2012

**VII. President's Report**

## **President's Report**

**November 2012**

The month of November is rich in tradition. Earlier this week we honored our employees who served in the armed forces during our annual "Employee Day" which coincides with the national Veterans Day observance. Thanksgiving is also upon us, giving our employees and students time to spend with their families and friends. Once we return from Thanksgiving break, the fall semester will wind down; faculty and students will complete final classes, assignments and exams while staff admit and enroll students for the spring semester.

It was an honor to present on P-12 partnerships at last month's Association of Community College Trustees' (ACCT) annual meeting with Chair Hill and Barrington District 220 superintendent, Dr. Tom Leonard. The presentation featured collaborative efforts between Harper and Barrington to inspire post-secondary education and promote college readiness. We experienced an "overflow" crowd and received very positive feedback from attendees.

Once again, we are thrilled to acknowledge the Cross Country team as they were crowned National Champions in non-scholarship competition last weekend. This is becoming an annual celebration! We will be honoring these athletes and their coach during the Board meeting this week.

We continue to gather input from our employees as we select the appropriate methodology for our next Higher Learning Commission (HLC) accreditation cycle. Because of Harper's stellar reputation with the HLC, we have been offered three options. These options, and their benefits and limitations, are being presented during input sessions. Faculty and staff are then offering their thoughts and insights. The goal is to make a recommendation to the Board in December.

Presidential task forces formed this year have been working hard on important issues they have been asked to address. The Shared Governance Steering Committee, which began its work last year, has reviewed feedback from the fall input sessions. That feedback is critical as the Steering Committee honors the positive aspects of shared governance, but also considers ways to improve communication and involvement. The Job Placement Task Force has been meeting regularly to review current practices and propose ways Harper can better connect our students to career and job opportunities. The Diversity and Inclusion Task Force has identified a consultant who will help them examine current beliefs and attitudes among employees and define best practices, with the overall deliverable of recommending the appropriate goal for the College's Institutional Effectiveness Measure on diversity. Finally, the team working to develop

the “Harper Leadership Institute” is working diligently to design a program that will identify and develop leaders at the College.

We have also been busy launching the recently announced Trade Adjustment Act Community College Career and Training (TAACCCT) grant that was awarded to Harper College on behalf of 21 community colleges, referred to as the Illinois Network for Advanced Manufacturing. This grant, which was awarded for \$12.9 million, will allow these colleges to develop additional capacity in addressing the critical skills shortage in the advanced manufacturing sector. A search is well underway for a manager who will lead this effort.

Below are some notable activities and accomplishments from the past month.

### **Student Success**

- The Department of Chemistry hosted the 198th Two-Year College Chemistry Consortium Conference on September 21-22, 2012. The conference theme was *Inspiring the Next Generation* and featured keynote speakers Moses Lee, Dean of Natural and Applied Sciences, Hope College, Holland, MI and James Salvador, Senior Researcher, Chemical Sciences and Materials Systems Lab, General Motors. Dan Stanford and Roger House co-chaired the conference.
- The Hospitality Department will receive \$2,000 from Marriott Corporation to fund two \$1,000 scholarships. The department has long term relations with Marriott which has in-district hotels including Marriott Hotels, Marriott Renaissance, Fairfield, Courtyard, Springfield Suites and Extended Stay hotels.
- The Hospitality Department, Marketing Services and Continuing Education worked collaboratively on the *Daily Herald's* “Cook of the Week Challenge.” This multi-month program in the *Daily Herald's* Food Section featured a weekly competition culminating November 1 with an iron-chef type competition for the finalists. The Department worked closely with the various departments to test joint print and online marketing efforts and provide cooking judges during October and at the final event.
- Harper College Radiologic Technology Program was recently awarded an eight-year accreditation, which is the maximum, by the Joint Review Committee on Education in Radiologic Technology (JRCERT).
- Suzanne Barker, Practical Nurse Coordinator, will be receiving the TLC District 63 Volunteer of the Year award. This award honors individuals who have made a significant contribution to the children and families of District 63.
- Local artists are invited to submit their works to be sold at Studio V, a student-run, original works boutique at Harper College. Studio V is a brick and mortar storefront, located in Harper's Building V, launched by students in fashion merchandising, fashion design, business, and arts classes. Students will experience the real-world retail industry while showcasing student and local artisan creations. The boutique will offer a wide array of locally designed work including jewelry, fashion items, accessories, sculpture and art; all of which are student-designed and one-of-a-kind pieces.

- Dr. Kenya Ayers, Dean of AEE, provided the Keynote Address for the Harper Student Leadership Challenge, titled: Be the Voice: Exploring Authentic Leadership Principles.
- ESL Department faculty members Marjorie Allen and Kathleen Reynolds had articles published in the Fall 2012 issue of "The Link," a quarterly publication of the Illinois TESOL/Bilingual Education organization.
- Marianne Farinas de Leon provided the closing keynote at the NASPA sponsored Region IV East and West Men and Masculinities drive-in conference. Her talk was titled: The "In" Completion Agenda (Let's talk about Classrooms, Quality, and Connections).
- English Department faculty member Nancy Davis' story took second place in a short fiction contest sponsored by *The Ledge Magazine of Poetry and Fiction*. Her work, "By the River's Edge," will be published in the spring issue of that journal.
- Kevin Long was appointed Vice President of the Illinois Communication and Theatre Association during their annual convention.
- Department of Music Chair Greg Clemons has served as an adjudicator for several music festivals in Illinois including the *25th Annual Wheaton North High School Marching Band Festival*, featuring outstanding high school marching bands from Illinois, Iowa, Wisconsin, and Indiana. He served in a similar capacity for the *15th Annual Music Fest* held at Sandwich (Illinois) High School.
- Online students developed a supplementary textbook for CIS101, Introduction to Computer Information Systems, by contributing to an existing wikibook on information systems. Preliminary results between experimental and control sections of CIS101 over two semesters indicated more student participation, higher retention rates, and higher course grades. Contributing to and using wikibooks may also help prepare students to navigate future changes in the global production and worldwide distribution of information.
- The Center for New Students and Orientation wrapped up another busy season of orientation programming with 3,420 new students served over the summer. Student feedback to the programmatic revisions was particularly strong with many positive comments, especially about our well-trained and professional crew of student orientation leaders.
- The Center for New Students and Orientation is working with Phi Theta Kappa students and Professor John Garcia to provide training and support to PTK students interested in mentoring new students in FYE 101 and 'success courses' this semester.
- The Library organized a five-day voter registration drive with over 30 volunteers from Harper College and the AAUW. The drive was coordinated by Kim Fournier. Over 500 students registered to vote that week!
- The Library instruction program welcomed 73 classes into the Library during the month of October. Students meet in a dedicated library classroom to learn and enhance their research skills to find books, articles and electronic resources relating to their research assignments. Classes that met this month in the Library included Art, English,

Geography, Reading, Speech, Psychology and Biology. Over 1,170 students participated in library instruction classes this month.

### ***Finance***

- The annual Independent Auditors' Report of Harper's financial statements for fiscal year ending June 30, 2012 was issued in September. The College received an "unqualified opinion," which means the financial statements presented are free from material misstatements and are represented fairly in accordance with the Generally Accepted Accounting Principles. The Government Finance Officers Association (GFOA) encourages government entities to go beyond the minimum requirements of Generally Accepted Accounting Principles and prepare a Comprehensive Annual Financial Report (CAFR) that supports the spirit of transparency and full disclosure. Last year, Harper was awarded its second consecutive annual Certificate of Achievement for Excellence in Financial Reporting. The College will again submit this year's CAFR for consideration of the award.
- Ron Ally visited Mohave Community College in Kingman, Arizona in September as part of a Higher Learning Commission Accreditation site visit.

### ***Marketing Services***

- Harper received an award from *Reflejos*, a local Latino paper. This award, Reflecting Excellence, honors Harper's service and outreach to Latinos. Juanita Bassler accepted the award with student Maria Marin of Latinos Unidos (student organization).

### ***Information Technology***

- A complex set of changes were developed and implemented to the web application in order to allow students to designate intent (at admission) of degree seeking, non-degree seeking, or certificate seeking, versus the current full-time/part-time designations. The project took many months and required ongoing collaboration among the Enrollment Services and Information Technology teams.
- EBS system enhancements were developed and completed. This automates the employee professional development request and approval processes at the College. Currently, this is a paper-based process where request/approval for professional development funds takes days to complete. The new system uses advanced EBS workflow function.
- Information Technology completed the upgrade of the Banner Financial Aid module from 8.14 to 8.15, which keeps the system up-to-date with regulatory changes.
- During September, Technical Services staff, in partnership with Motorola Solutions, completed the second phase of Harper's wireless network replacement project. This phase included the updating of the wireless network serving various outdoor spaces, including the quad and all parking areas around campus. The last phase, scheduled for

later this fall, involves significantly increasing the internet speed serving the student/public wireless network.

### ***Human Resources***

- On Friday, October 19, Harper celebrated and recognized the efforts of our employees as part of its second annual Harvest Fest, an employee appreciation event featuring music, food, and fun activities. IT Client Services captured the Golden Ear of Corn Trophy for their entry in the Retro-Scarecrow contest. Our sincere appreciation goes to our employees for their good work and continued service to the College.

### ***Planning and Institutional Effectiveness***

- New reports tracking the strategic planning goal and strategy team initiatives have been developed. These reports also track initiatives that have been brought to scale.

### ***Workforce and Strategic Alliances***

- The Continuing Education area successfully launched Banner's Flex Registration software. This provides a "shopping" experience for those searching for and purchasing continuing education classes. The project team included: Bo'Lynne Modzelewski, Deb Sada, Jeanne Kline, Hazel Rilki, Pooja R. Gecka, Grant Prellwitz, Terrance Bird, Susanne Stark, Beth Younglove and Karen Streu. Thank you for your hard work!
- Harper College for Businesses launched new CRM software, Microsoft Dynamics. This system provides critical customer relationship management capabilities and tracks customized training revenues and expenses. A sincere thank you goes to project team members Linda Mueller, Aarti Rao, Satish Prattipatti, Chuck Patel, Deb Sada, Robyn Leslie, Amy Vogelgesang, Lori Turinsky, Sarah Michaels, and Festus Johnson.

I have attended many local events over the past few months (Rotary, Lions Club) and continue to receive very positive feedback on our student success agenda. In fact, Harper's efforts were mentioned so many times during the annual ACCT meeting that it was almost embarrassing! (But, I loved every minute of it and felt so very proud of our staff and faculty.) I continue to be impressed and humbled by the efforts underway that ensure students attend, persist and most importantly **succeed** at Harper College.

Cathy and I wish you all a very Happy Thanksgiving! We are reminded everyday how fortunate we are to be associated with this wonderful institution. Harper College is indeed a special place!

*Ken*

President's Report  
November 14, 2012

## **Student Success Report**

High School Penetration Rate /  
Math Placement Update  
Dr. Judy Marwick

President's Report  
November 14, 2012

## **Legislative Report**

## **Harper College Legislative Report – November 2012**

### **Elections**

Election Day, by all accounts, was a big night for the Illinois Democratic Party. On the State level, Democrats won enough seats to gain veto proof majorities in both the Illinois House and the Illinois Senate. The House had a net gain of seven seats, giving House Speaker Michael Madigan a 71-47 veto-proof majority. The Senate had a net gain of five seats for a 40-19 veto-proof majority. The veto proof majorities mean it will be all but impossible for Republicans or the Governor to pass major legislation without the support of Speaker Michael Madigan and Senate President John Cullerton.

All of the state incumbents who ran in Harper's district kept their seats by healthy margins. However, there were three open seats, two in the Illinois House and one in the Illinois Senate.

In the Illinois House, Des Plaines Mayor Marty Moylan (D) defeated Susan Sweeney (R) for an open seat formerly held by Representative Rosemary Mulligan (R). The seat covers parts of Arlington Heights, Elk Grove and Des Plaines. Also, David McSweeney (R) won the open 52nd House District race over Dee Beaubien, who is the widow of Representative Mark Beaubien, who died in office last year. The district covers the Barrington area.

On the Illinois Senate side, Julie Morrison (D) defeated Ari Friedman (R) in the 29<sup>th</sup> Senate District for the seat formerly held by Susan Garrett (D). The district covers parts of Arlington Heights, Buffalo Grove, Wheeling and Mount Prospect.

For the U.S. Congress, Tammy Duckworth (D) defeated incumbent U.S. Representative Joe Walsh (R) in the 8<sup>th</sup> Congressional District which covers the majority of the Harper service area.

An updated list of Harper legislators is attached.

## **Veto and January Sessions**

The veto session of the General Assembly takes place during the last week of November and the first week of December. There will also likely be a special session of the legislature during the first two weeks of January before new lawmakers are sworn in.

Major pieces of legislation are expected to be brought up before mid-January because of the large number of “lame duck” legislators (those who lost their elections or are retiring) who can vote yes on controversial bills without political consequences. As a result of last week’s elections, there are 25 lame duck legislators in the House and 16 lame duck legislators in the Senate. Pension reform (including a cost shift to local governments) and gambling are the two biggest items likely to come up.

The period after an election and before a new General Assembly is sworn in is an opportune time to pass large and controversial legislation. During a similar period in 2011, the General Assembly approved a State income tax hike, legalizing civil unions and banning the death penalty.

**Updated Nov 2012**

| Party                  | First    | Last     | Email  | Dist. | Towns   | Address                            | City           | Zip   | Phone          |
|------------------------|----------|----------|--|-------|---|------------------------------------|----------------|-------|----------------|
| <b>Representatives</b> |          |          |  |       |   |                                    |                |       |                |
| Dem                    | Fred     | Crespo   | <a href="mailto:fdcrespo@aol.com">fdcrespo@aol.com</a>                               | 44    | Hoffman Estates, Streamwood, Hanover Park, Schaumburg   | 1014 E. Schaumburg Rd.             | Streamwood     | 60107 | (630) 372-3340 |
| Dem                    | Michelle | Mussman  | <a href="mailto:staterepmussman@gmail.com">staterepmussman@gmail.com</a>             | 56    | Schaumburg and parts of Elk Grove Village, Hoffman Estates, Palatine, Rolling Meadows, Hanover Park, Roselle and Bloomingdale.                                | 15 W. Weathersfield Way            | Schaumburg     | 60193 | (847) 923-9104 |
| Dem                    | Marty    | Moylan   | (Replaces Rosemary Mulligan)   | 55    | Parts of Des Plaines, Park Ridge, Elk Grove Village and Schaumburg  | TBD                                |                |       |                |
| Dem                    | Elaine   | Nekritz  | <a href="mailto:enekritz@repnekritz.org">enekritz@repnekritz.org</a>                 | 57    | Des Plaines, Mount Prospect, Prospect Heights, Buffalo Grove  | 24 S. DesPlaines River Rd, Ste 200 | Des Plaines    | 60016 | (847) 257-0450 |
| Rep                    | David    | McSweeny | Open seat  | 52    | Barrington, Barrington Hills, North Barrington, South Barrington  | TBD                                |                |       |                |
| Rep                    | David    | Harris   | <a href="mailto:repharris@yahoo.com">repharris@yahoo.com</a>                         | 53    | Arlington Heights Mount Prospect, Elk Grove Village and Rolling Meadows   | 800 West Central Road              | Mount Prospect | 60056 | (224) 635-2010 |
| Rep                    | Tom      | Morrison | <a href="mailto:repmorrison54@gmail.com">repmorrison54@gmail.com</a>                 | 54    | Palatine, Rolling Meadows, Inverness, Hoffman Estates, Arlington Heights and Barrington.  | 117 East Palatine Road, Suite 106  | Palatine       | 60067 | (224) 210-6959 |
| Rep                    | Ed       | Sullivan | <a href="mailto:ilhouse51@sbcglobal.net">ilhouse51@sbcglobal.net</a>                 | 51    | Parts of Deer Park, Palatine  | 700 N. Lake Street, Suite 101      | Mundelein      | 60060 | (847) 566-5115 |
| <b>Senators</b>        |          |          |  |       |   |                                    |                |       |                |
| Dem                    | Dan      | Kotowski | <a href="mailto:dan@senatorkotowski.com">dan@senatorkotowski.com</a>                 | 28    | Elk Grove Village; Des Plaines, Mount Prospect, Arlington Heights, Mount Prospect . Parts of Schaumburg, Hoffman Estates, Hanover Park, Roselle, Bloomingdale | 350 S. Northwest Hwy, Ste 300      | Park Ridge     | 60068 | (847) 656-5414 |
| Dem                    | Michael  | Noland   | <a href="mailto:Senator@noland.org">Senator@noland.org</a>                           | 22    | Hoffman Estates, Streamwood, Hanover Park, Schaumburg   | 100 E. Chicago Street, Ste. 302    | Elgin          | 60120 | (847) 214-8864 |
| Dem                    | Julie    | Morrison | Replaces Susan Garrett   | 29    | Parts of Arlington Heights, Buffalo Grove, Wheeling, Mount Prospect   | TBD                                |                |       |                |
| Rep                    | Matt     | Murphy   | <a href="mailto:senatormattmurphy@sbcglobal.net">senatormattmurphy@sbcglobal.net</a> | 27    | Palatine, Rolling Meadows, Inverness, Hoffman Estates, Arlington Heights and Barrington.  | 17 E. Northwest Hwy. Suite 4       | Palatine       | 60067 | (847) 776-1490 |
| Rep                    | Dan      | Duffy    | <a href="mailto:dan@senatorduffy.com">dan@senatorduffy.com</a>                       | 26    | Barrington, Barrington Hills, Lake Barrington, North Barrington, Tower Lakes  | 330 E. Main Street, Suite 301      | Barrington     | 60010 | (847) 277-7100 |
| <b>Governor</b>        |          |          |  |       |   |                                    |                |       |                |
| Dem                    | Pat      | Quinn    |  |       |   | 100 W. Randolph, 16-100            | Chicago        | 60601 | (312) 814-2121 |
| <b>U.S. Senators</b>   |          |          |  |       |   |                                    |                |       |                |
| Dem                    | Richard  | Durbin   |  |       |   | 230 S Dearborn St., Suite 3892     | Chicago        | 60604 | (312) 353-4952 |
| Rep                    | Mark     | Kirk     |  |       |   | 230 S. Dearborn, Suite 3900        | Chicago        | 60604 | (312) 886-3506 |

| U.S. Representatives |       |            |                                  |   |   |                                     |             |       |                |
|----------------------|-------|------------|----------------------------------|---|---|-------------------------------------|-------------|-------|----------------|
| Dem                  | Tammy | Duckworth  | Replaces Joe Walsh (R )          | 8 | Most of Harper's district                                   | TBD                                 | TBD         |       | TBD            |
| Dem                  | Jan   | Schakowsky | New as a result of redistricting | 9 | Far eastern portion of Harper's district                    | 820 Davis Street, Suite 105         | Evanston    | 60201 | (847) 328-3409 |
| Rep                  | Peter | Roskam     |                                  | 6 | Far southern and far northern portions of Harper's district | 150 S. Bloomingdale Road, Suite 200 | Bloomington | 60108 | (630) 893-9670 |

President's Report  
November 14, 2012

## **Correspondence**



AMERICAN  
ASSOCIATION OF  
COMMUNITY  
COLLEGES

RECEIVED  
Office of the President

OCT - 1 2012

Harper College  
Palatine, Illinois

September 25, 2012

Dr. Kenneth Ender  
President  
William Rainey Harper College  
1200 W. Algonquin Road  
Palatine, IL 60067

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Dear Dr. Ender:

On behalf of the American Association of Community Colleges, please accept our sincerest appreciation for your willingness to serve on the 21<sup>st</sup> Century Commission Implementation Steering Committee. I understand that as a leader your time is valuable and that there are a number of competing interests you must balance in your duties as a CEO. Your willingness to make space in the crowded "field" of institutional responsibilities that occupy your time to take an active part in further defining those strategies identified by the 21<sup>st</sup> Century Commission that redefine, reinvent, and reset the community college as we know it today is in fact appreciated.

These are unprecedented times for community colleges. We have a tremendous opportunity to be a part of the process of refining the two-year college mission and to map the ways that our institutions can be more innovative and effective in their delivery of services to students. Thank you for contributing to the robust discussion during the first meeting of the steering committee. I hope that over the course of the next year or two or until the work of all of the teams and the steering committee is completed that you find this experience just as meaningful as we find your participation to be.

Sincerely,

Walter G. Bumphus, Ph.D.  
President and CEO

/amr

Harper College

Ask Maria  
See on copy  
CC to us?



AMERICAN  
ASSOCIATION OF  
COMMUNITY  
COLLEGES

RECEIVED  
Office of the President

OCT - 1 2012

Harper College  
Palatine, Illinois

September 25, 2012

Dr. Kenneth Ender  
President  
William Rainey Harper College  
1200 W. Algonquin Road  
Palatine, IL 60067

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Dear Dr. Ender,

On behalf of the American Association of Community Colleges, please accept our sincerest appreciation for your willingness to serve on Implementation Team 1: Community College Completion Commitment. We appreciate the sacrifice that you made to give up your time on Friday and Saturday, rather than spending those moments with family, with friends, or just relaxing. It is a testament to your strong commitment to this initiative, and we could not be more pleased that you agreed to participate.

These are unprecedented times for community colleges. We have a tremendous opportunity to be a part of the process of refining the two-year college mission and to map the ways that our institutions can be more innovative and effective in their delivery of services to students. Thank you for contributing to the robust discussion during the first meeting of Implementation Team 1. I hope that over the course of the next year or two or until the work of the team is completed that you find this experience just as meaningful as we find your participation to be.

Sincerely,

Walter G. Bumphus, Ph.D.  
President and CEO

/amr

Illinois Community College Board



RECEIVED  
Office of the President

OCT - 1 2012

Harper College  
Palatine, Illinois

Alexi Giannoulas  
Chairman

Geoffrey S. Obrzut  
President/CEO

*proudly serving the*

**Illinois Community College System**

September 27, 2012

Kenneth Ender, President  
William Rainey Harper College  
1200 West Algonquin Road  
Palatine, IL 60067

*xe BOT  
correspondence  
(now)  
FUT - ICE*

Dear President Ender:

At its September 21, 2012 meeting, the Illinois Community College Board granted temporary approval for three years for the following program for William Rainey Harper College:

- Advanced Manufacturing Technology A.A.S. degree (60 semester credit hours)
- Welding Technology A.A.S. degree (60 semester credit hours)
- Advanced Welding Certificate (33 semester credit hours)
- Welding Fabrication Certificate (32 credit hours)

Temporary approval applications do not need the approval of the Illinois Board of Higher Education. If the college has not already done so, please submit the curriculum (Form 22) and related course (Form 11s) now. This will ensure the college receives the appropriate credit hour reimbursement funding. A copy of the approved application cover sheet will be sent to the Chief Academic Officer.

Sincerely,

Dr. Elaine S. Johnson  
Vice President  
Academic Affairs & Workforce Development

cc Judy Marwick, Provost



Joint Review Committee on Education in Radiologic Technology  
20 N. Wacker Drive, Suite 2850  
Chicago, IL 60606-3182  
312.704.5300 • (Fax) 312.704.5304  
www.jrcert.org

October 1, 2012

Kenneth Ender, Ph.D.  
President  
Harper College  
1200 West Algonquin Road  
Palatine, IL 60067

**RE: Program #0554**

**Previous Accreditation Status: Initial 3 Years**  
**Most Recent Site Visit: 09/11**  
**Agenda: R-C**

Dear Dr. Ender:

The Joint Review Committee on Education in Radiologic Technology (JRCERT) appreciated the opportunity to evaluate the associate degree radiography program sponsored by Harper College. The JRCERT is the only agency recognized by the United States Department of Education for the accreditation of traditional and distance delivery educational programs in radiography, radiation therapy, magnetic resonance, and medical dosimetry. Specialized accreditation awarded by the JRCERT offers institutions significant value by providing peer evaluation and by assuring the public of quality professional education in the radiologic sciences.

The continuing accreditation status of the program was considered at the September 25, 2012 meeting of the Joint Review Committee on Education in Radiologic Technology. The program was evaluated according to the **Standards for an Accredited Educational Program in Radiography (2011)**. The JRCERT awards:

**ACCREDITATION FOR A PERIOD OF EIGHT YEARS.**

The maximum duration that may be awarded by the Joint Review Committee on Education in Radiologic Technology in this category is eight years.

An interim report will be required. The projected date for submission of the interim report is the Third Quarter of 2015. The JRCERT will provide program officials adequate notice of the due date for submission of the interim report. Based on the interim report, the JRCERT will determine if the accreditation award of 8 years will be maintained or reduced and the continuing accreditation process expedited.

If the accreditation award is maintained, the next site visit is tentatively scheduled for the Third Quarter of 2019.

In compliance with the requirements of the United States Department of Education, if an institution or program elects to make public disclosure of its accreditation status, program publications must state that the program is accredited by:

The Joint Review Committee on Education in Radiologic Technology  
20 North Wacker Drive, Suite 2850  
Chicago, Illinois 60606-3182  
(312) 704-5300  
E-mail: mail@jrcert.org

Kenneth Ender, Ph.D.  
October 1, 2012  
Page 2

The program is advised that consistent with JRCERT Policy 11.600, the JRCERT reserves the right to conduct unannounced site visits of accredited programs. The sponsoring institution would be responsible for the expenses of any on-site evaluation.

The Joint Review Committee on Education in Radiologic Technology Directors and staff congratulate you and the program faculty for achieving the maximum award of accreditation from the JRCERT and wish you continuing success in your efforts to provide a quality educational program. If we can be of further assistance, do not hesitate to contact us.

Sincerely,



Deborah Gay Utz, M.Ed., R.T.(R)  
Chair

DGU/TAB/jm

copy: Program Director: Leslye Hess, M.A.Ed., R.T.(R)  
Assistant Provost and Dean: Sally Griffith, M.B.A.  
Site Visitors: Peggy S. Fortsch, Ed.D., R.T.(R)  
Angela Dopkowski Anderson, M.A., R.T.(R)(CT)(QM)  
Accreditation Services Coordinator



Dear Dr. Ender:

Congratulations! Your college's project *Earn and Learn: A Manufacturing Partnership* has been awarded one of the two 2012 Illinois Council of Community College Administrators (ICCCA) **Innovation Awards**. The other winner was College of DuPage. We invite you to receive your award at the ICCCA "Components of Completion" Conference luncheon on Thursday, November 15 at the Clock Tower Resort in Rockford, Illinois. After receiving your award, we would ask that you briefly (5 minutes) share what your project was about. I would like to invite you and Maria Coons to present your project during this time.

The ICCCA will provide a free lunch on Thursday for the "lead" person on your project. If you and others coming for the presentation would like to attend any of the other break out sessions, we encourage you to register today for the Conference. Our website, <http://www.iccca.org/conference/> provides access to the Conference Brochure and Registration form.

Please let me know either via email ([amurphy@jjc.edu](mailto:amurphy@jjc.edu)) or telephone (815-280-1418) who will be attending the luncheon, and who is presenting the project at the "Innovations Award" break out session.

Thank you for your participation and again, congratulations on your award.

Sincerely,

Amy Murphy

Chair, Innovation Award, Illinois Council of Community College Administrators

cc: Maria Coons

## MEMO

**To:** Ron Ally  
**From:** Roger Spayer  
**Date:** October 1, 2012  
**Re:** Confidential Reporting

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In accordance with College Policy 13.06.00, "Confidential Reporting of Wrongdoing", there are no reports of perceived wrongdoing for the period of July 1, 2012 through September 30, 2012.

The next quarterly report is scheduled for January.

If you have any questions, please contact me.

Regular Board Meeting Agenda  
November 14, 2012

**VIII. Harper College Employee  
Comments**

**IX. Public Comments**

## **X. Consent Agenda (Roll Call Vote)**

### **A. For Approval**

- X-A.1 Minutes**
- X-A.2 Bills Payable, Payroll**
- X-A.3 Bids**
- X-A.4 Proposals**
- X-A.5 Purchase Orders**
- X-A.6 Personnel**
- X-A.7 Semi-Annual Review of  
Closed Session Minutes  
and Board Recordings**
- X-A.8 Career Advisory Committee  
Appointments for the 2012-  
2013 Academic Year**
- X-A.9 Affiliation Agreement with  
Resurrection Senior Services  
(to be known as Presence  
Ballard Nursing Center) for  
Harper College's Dietetic  
Technician Program**

**Subject:** Approval of Minutes of Board Meetings

**Recommended by:**

Maria Coons,  
Senior Executive to the President / Board Liaison

**Description**

A recommendation is being made to approve the minutes from previous Board meeting(s).

**Information**

Not applicable to this Exhibit.

**Rationale**

Not applicable to this Exhibit.

**Funding Source**

Not applicable to this Exhibit.

WILLIAM RAINEY HARPER COLLEGE  
BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT #512  
COUNTIES OF COOK, KANE, LAKE AND McHENRY, STATE OF ILLINOIS

Minutes of the Committee of the Whole Meeting of Wednesday, September 12, 2012

CALL TO ORDER

The Committee of the Whole meeting of the Board of Trustees of Community College District No. 512 was called to order by Chair Hill on Wednesday, September 12, 2012 at 5:10 p.m. in Room W216 of the Wojcik Conference Center, 1200 W. Algonquin Road, Palatine, Illinois.

ROLL CALL

Present: Members Canning, Dowell, Gallo, Kelley, Hill, Mundt, and Student Member Moravec  
Absent: Member Stone

Also present: Kenneth Ender, President; Ronald Ally, EVP Finance and Administrative Services; Patrick Bauer, Chief Information Officer; Bret Bonnstetter, Controller; Phil Burdick, Chief Communications Officer; Maria Coons, Senior Executive to the President; Tom Crylen, Executive Director of Facilities Management; Joan Kindle, Associate Provost; Mary Knight, Chief Advancement Officer; Judith Marwick, Provost; Maria Moten, Assistant Provost; Sheryl Otto, Assistant Provost; Sheila Quirk-Bailey, Chief of Staff; Roger Spayer, Chief Human Resources Officer; Evelyn Seiler; John Weber, Crowe Horwath LLC

DISCUSSION OF FOLLOW UP ITEMS

The Board met with John Weber of Crowe Horwath LLC to review the audit results for fiscal year 2012.

Spayer noted the adjunct contract in this packet for ratification, and updated the status of the ICOPS contract.

Spayer shared the current SURS 6% data and trend data.

The personnel exhibit was discussed with regards to enhancing the report with additional data to be included for November.

Dr. Ally updated the suspected fraud issue in light of recent articles about other colleges.

Dr. Ender discussed the current organizational structure at the administrative level.

The Board Packet for September was reviewed.

FORMAL ACTIONS

No formal actions were taken.

ADJOURNMENT

Member Canning motioned, Member Dowell seconded, adjournment at 6:45 p.m.

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Chair

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Secretary

WILLIAM RAINEY HARPER COLLEGE  
BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT #512  
COUNTIES OF COOK, KANE, LAKE, AND McHENRY, STATE OF ILLINOIS

Minutes of the Regular Board Meeting of Wednesday, September 19, 2012

CALL TO ORDER

The regular meeting of the Board of Trustees of Community College District No. 512 was called to order by Chair Hill on Wednesday, September 19, 2012 at 6:05 p.m. in the Wojcik Conference Center (room 214), 1200 W. Algonquin Road, Palatine, Illinois.

Member Gallo led the Pledge of Allegiance.

ROLL CALL

Present: Members Rita Canning, Greg Dowell, Jim Gallo, Diane Hill, Bill Kelley, Walt Mundt, Laurie Stone, and Student Member Clara Moravec

Absent: none

Also present: Kenneth Ender, President; Ronald Ally, EVP Finance and Administrative Services; Patrick Bauer, Chief Information Officer; Bret Bonnstetter, Controller; Phil Burdick, Chief Communications Officer; Maria Coons, Senior Executive to the President; Tom Crylen, Executive Director of Facilities Management; Joan Kindle, Associate Provost; Mary Knight, Chief Advancement Officer; Judith Marwick, Provost; Maria Moten, Assistant Provost; Sheryl Otto, Assistant Provost; Sheila Quirk-Bailey, Chief of Staff; Roger Spayer, Chief Human Resources Officer; Rob Alexander; Mike Alsup; Kenya Ayers; Erin Brooks; Arlene Bublick; Orlando Cabrera; Al Cannestra; Tom Dowd; Julie Ellefson-Kuehn; Lori Eschenbaum; Ernie Kimlin; Brian Knetl; Ashley Knight; Margie McGowan; Mark Mrozinski;Carolynn Muci; Larry Price; Evelyn Seiler; Charmian Tashjian; Nancy Wajler.

Guests: Phil Gerner, Robbins Schwartz Nicholas Lifton and Taylor, Ltd.; John Weber, Crowe Horwath.

AGENDA APPROVAL

Member Canning moved, Member Kelley seconded, approval of the Agenda.

In a voice vote, the motion carried.

PRESENTATION

Financial and Compliance Audit for Fiscal Year 2012

Dr. Ally introduced John Weber of Crowe Horwath to share the results of the Financial and Compliance Audit for Fiscal Year 2012 which the board will be voting on later in the evening.

Weber briefly reviewed the purview of the audit and the process that lead to the final opinions. Harper College has been given unqualified or clean audit opinions in multiple areas, including Financial Statements (assets, liabilities, revenues, and expenditures for the year), Grant Activity, and Compliance

(student financial assistance) and no exceptions were found in the Enrollment Data. These are the highest marks that can be achieved in an audit. No material weaknesses were found in any of the areas. It is expected that Harper College will receive the Government Finance Officers Association (GFOA) Certificate for Achievement for Excellence in Financial Reporting again this year upon review of the Comprehensive Annual Financial Report (CAFR). Weber thanked the Harper staff for their professionalism throughout the process and noted that their excellence is reflected in the absence of journal entries and recommended auditors adjustments throughout the audit process. What has been provided to the Board on a monthly basis is the same information that is presented in the final report, there being no adjustments made by the auditors.

### STUDENT TRUSTEE REPORT

Student Member Moravec noted how quickly the semester has progressed. This past week, Hullabaloo was held on the quad providing an opportunity for students to speak with representatives from 58 clubs and organizations and Harper Student Services, including Student Senate, Campus Activities Board, Biology Club, athletics, Student Success Services, Career Center and many more. Also, there was a voter registration table for students and representatives from Canon Design sought student feedback for the One Stop Student Center. Last Friday, Student Activities hosted its first ever club leader workshop, with 52 club leaders participating. And last Saturday was the Student Senate Retreat. Tomorrow night at 7pm in J theater, as part of Hispanic Heritage Month programming, Enrique Marones will be speaking about his work as a human rights activist and founder of Border Angels. Moravec then highlighted some individual athletes and athletic teams who are off to a great start this season, including the women's soccer team, men's cross country, women's cross country and women's volleyball. Bree Nishben , captain of the women's soccer team, was named Harper College Athlete of the Week this week, and Troy Cunningham, men's cross country was Athlete of the Week last week. Women's volleyball is currently ranked 4<sup>th</sup> in the national poll. Overall this looks like a strong season for most of the fall athletic programs at Harper and hopefully there will be a few national titles coming Harper's way.

### FACULTY SENATE PRESIDENT'S REPORT

Dr. Tom Dowd shared the faculty excitement about the work of two task forces, the shared governance task force and the diversity task force. The faculty has participated in the shared governance feedback sessions, more than 15 of which have already been conducted, resulting in some rich conversations. All look forward to updates and the final reports of these two groups. Also the Chemistry Department will be hosting the Community College Chemistry Consortium this weekend, with one hundred chemists expected to attend.

PRESIDENT'S REPORT

## Student Success Report

Dr. Ender acknowledged the chemistry consortium meeting this weekend, at which he will be giving opening remarks. He referred to the strategic plan goals of inspiration, partnership, accountability and completion, and addressing completion, introduced faculty lead Kathi Nevels and administrative lead Sheryl Otto to discuss one strategy being implemented to improve student chances of completing once they start at Harper College. Nevels gave a brief background on Project Success, now in its second pilot year. As an early alert initiative, this particular project has direction to help students who come from underperforming student groups. The pilot included 335 first-year, recent high school graduates who placed in two or more developmental courses, from a pool of about 900 students. A process was developed to monitor these students and send up flags when it is noticed they are struggling, which connects the network of faculty, counselors, and at-risk support service representatives to provide the assistance needed. Based on the high participation rates from last fall's pilot, prospects for a broadened pilot looked good.

Otto explained that three measures were used to evaluate the pilot: persistence rate, overall completer success rate, and developmental course completer success rate. This was further disaggregated by those who saw a counselor and those who did not. Compared to a control group of similarly characteristic students who were not part of the intervention, those in the pilot fared better both persisting and completing, and those who saw a counselor showed even further gains in all groups. Using this data and information gathered from focus groups, recommendations were made to the Champion Team last year to continue the pilot for another year with a few modifications. The year two Project Success pilot includes all REACH Summer Bridge students; counselors have been pre-assigned to all of the participants; monitoring will cover the full academic year; faculty surveys have been adjusted to provide a longer window for response and an additional survey has been added in week eleven just before the final withdrawal date; faculty members can make direct student referrals to academic support service areas; and the Starfish functionality of Kudos has been implemented to provide positive reinforcement. After the completion of year two, Project Success will be evaluated to determine the feasibility of taking this to scale.

In response to Member Kelley, Otto explained that bringing the program to scale based on current developmental placement figures would not be a huge impact. Enrollment from high schools has dropped recently due to smaller high school graduating classes, other initiatives like the math alignment and COMPASS testing are having a positive impact on reducing developmental placements, and fewer students are placing into multiple levels of developmental coursework. She also explained that by assigning all Project Success students a counselor from the beginning, there

is an existing pathway for the student to address their own concerns at every stage of their semester. Nevels added that the counselors have been more proactive in developing the relationships with their assigned students.

In response to Member Dowell, Nevels explained that the counselors' role extends beyond academics to all the issues a student may have within the college environment, from balancing their work-academics, to self-esteem and confidence. So the counselor is there to help them develop a plan to handle whatever they are dealing with by looking at the whole student and getting them the resources that can help them to be successful.

Dr. Ender continued his report bringing the Board's attention to the correspondence from the P-20 Council thanking Harper for hosting and being a part of their recent meeting, and asking Dr. Ender to share the strategic plan presentation with the P-20 Steering Committee next month in acknowledgement of the work Harper has done toward the completion goal. He then discussed the results of partnerships that have developed over the last three years, including the Northern Illinois Workforce Coalition that includes seven workforce boards and 18 colleges, the Illinois Network for Advanced Manufacturing that includes about 27 community colleges across the state, and the high school partnerships with our local high schools which permit successful manufacturing summits to take place at Harper that connect the students and the manufacturers through the education that occurs here at Harper. He announced that Harper College has been awarded a \$12.9 million Department of Labor grant as a culmination of these efforts which were led by Maria Coons. Senator Dick Durbin's office called earlier today to congratulate Harper on the grant award, and just this afternoon Jane Oates, Assistant Secretary of Employment and Training of the Department of Labor personally called to congratulate Harper on this work. She has tentatively agreed to be the graduation speaker at the 2013 ceremony. He noted Harper is doing the best it can to advance the completion agenda and connect it to statewide and national issues. He again thanked Dr. Coons and her staff for their efforts in earning this grant for Harper College. Chair Hill congratulated Dr. Ender and Dr. Coons on behalf of the Board on achieving this grant award.

#### HARPER EMPLOYEE COMMENTS

Charmian Tashjian, president of Harper College Adjunct Faculty Association (HCAFA), announced that the HCAFA members have ratified the contract to be voted on by the Board in tonight's meeting. She shared that they are pleased with the Interest Based Bargaining process that was used in this negotiation, and with the results that reflect progress and mutual understanding. The membership includes about 550 adjunct teachers, librarians, and counselors, who teach well over half the courses at Harper. They

feel that the improvements since the last contract are a step in the right direction. She then thanked the HCAFA negotiations team, which included Gary Wilson, chair, Robert Alexander, Arlene Bublick, Joanne Meyerhoff, and herself. She also thanked Janice Cutler and Larry Price who acted as advisors and researchers for the team, and Amy Kunz, IEA Uniserv director who brought her knowledge and expertise. She then thanked President Ender and the College negotiations team, including Laura Branski, Brian Knetl, Judy Marwick, Sheryl Otto, and Roger Spayer.

### PUBLIC COMMENTS

There were no public comments.

### CONSENT AGENDA

Member Kelley moved, Member Stone seconded, approval of the minutes for August 8, 2012 Committee of the Whole meeting and August 15, 2012 Regular meeting; bills payable; payroll for July 27, 2012 and August 10, 2012; estimated payroll for August 24, 2012; bid awards; requests for proposal; purchase orders; personnel actions; Affiliation Agreement; monthly financial statements; Board committee and liaison reports; grants and gifts status report; summary report of items purchased from state contracts, consortiums or cooperatives; as outlined in Exhibits X-A.1 through X-B-4 (attached to the minutes in the Board of Trustees Official Book of Minutes).

### Fund Expenditures

Accounts Payable & Tuition Refunds                      \$4,709,551.26

The payroll of July 27, 2012 in the amount of \$1,840,709.67; August 10, 2012 in the amount of \$1,445,305.41; and the estimated payroll of August 24, 2012 in the amount of \$1,643,007.54.

### Bid Approvals

Ex. X-A.3.a      Accept bid and award contract for construction of storage areas adjacent to the stage in J Theater to secure theatrical, musical, lighting and audio-visual equipment and an ADA compliant restroom facility for \$445,400.00, to Boller Construction Company as the lowest responsible and responsive bidder, as set aside in the Operations and Maintenance (Restricted) Fund.

### Request for Proposals

There were no requests for proposals this month.

### Purchase Orders

Ex. X-A.5.a      Approve issuance of a purchase order to Conserv FS for furnishing and delivering bulk Snow Slicer and Magnesium Chloride pellets for the 2012/2013 winter season, in the amount of \$71,350.00, as provided for in the Operations and Maintenance Fund.

- Ex. X-A.5.b Approve issuance of a purchase order to Konica Minolta for the lease of black/white and color high-volume production printers for a term of five years, in the amount of \$157,106.00 per year totaling \$343,940.00 over the five years, as provided for in the Education Fund.
- Ex. X-A.5.c Approve issuance of a purchase order to Patterson Dental for the purchase of digital imaging equipment (radiographic sensors and intraoral cameras) to be used by the Dental hygiene Program, in the amount of \$48,530.00, as provided for in the Restricted Purposes Fund.
- Ex. X-A.5.d Approve issuance of a purchase order to PeopleAdmin, Inc. for a two-year renewal of the Enterprise Applicant Tracking Module license and support, as well as the HigherEdJobs, InsideHigherEd, and HERC integration maintenance fees, in the amount of \$55,120.00, as provided for in the Education Fund.
- Ex. X-A.5.e Approve issuance of a purchase order to All Team Staffing, Inc. for contractual on-call temporary hospitality staff to augment Dining and Conference Services for fiscal years 2013 and 2014, in the amount of \$50,000.00, as provided for in the Auxiliary Enterprises Fund.
- Ex. X-A.5.f Approve issuance of a purchase order to retain Holabird & Root for the Architectural and Engineering services for the Building B and Building L Office Renovation Project, in the amount of \$44,000.00, including a base fee of \$40,000.00 and estimated reimbursables of \$4,000.00, as provided for in the Operations and Maintenance (Restricted) Fund.
- Ex. X-A.5.g Approve issuance of a purchase order to retain Smith Group JJR, LLC for engineering and design services for the Harper Professional Center (HPC) and the Northeast Center (NEC) Parking Lot Reconstruction project, in the amount of \$1,370,100.00, as provided by the State through Capital Renewal Funds that have been appropriated by the State of Illinois.

#### Personnel Actions

#### Professional/Technical Appointments

Linda Hoeck, Career Skills Institute Coordinator, P/T, Continuing Education, 08/20/12, \$56,550/year

Lindsay Murphy, Web Developer, Marketing Services, 08/13/12,  
\$53,500/year

Amy Swanson, Simulation Coordinator, Career Programs,  
08/13/12, \$58,500/year

Supervisory/Management Appointments

Thomas Cassell, Small Business Development Manager,  
Workforce and Economic Development, 08/06/12,  
\$65,000/year

Faon Grandinetti, Outcomes Assessment Manager, Institutional  
Research/Outcomes Assessment, 09/06/12, \$70,000/year

Joan Holbrook, Assistant Supervisor, Operations, Dining &  
Conference Services, 08/27/12, \$50,000/year

Dirk Heid, Maintenance Foreman, Physical Plant, 08/20/12,  
\$70,000/year

Classified Staff Appointments

Steve Arnold, Receiving Lead, PT, Dining & Conference Services,  
08/20/12, \$21,840/year

Dena Atteo, Morning Receptionist, P/T, Registrar's Office,  
09/17/12, \$16,380/year

Andrea Beck, Clerk/Receptionist, P/T, Resources for Learning-  
Tutoring Center, 08/20/12, \$16,500/year

Patrick Bromley, Media Relations Assistant, P/T,  
Communications, 08/27/12, \$28,704/year

Juan Cabrera, Dishwasher, P/T, Dining & Conference Services,  
08/27/12, \$13,572/year

Celeste Dieden, Office Assistant III, P/T, Mathematics & Science,  
08/20/12, \$29,531/year

Samantha Geib, Weekend Library Assistant, P/T, Library  
Services, 09/11/12, \$4,998/year

Daniel Grybash, Facilities Aide, P/T, Wellness & Campus  
Activities, 08/20/12, \$9,360/year

Joseph Kabbes, Astronomy Outreach Coordinator, P/T,  
Mathematics & Science, 08/27/12, \$23,400/year

Rachel Janssen, Cashier, P/T Dining & Conference Services,  
07/30/12, \$13,406/year

Christine Schmidt, CE Sales Associate, P/T, Continuing  
Education, 09/04/12, \$18,096/year

Jennifer Signorella, Evening Receptionist, P/T, Registrar's Office,  
09/12/12, \$16,380/year

Soumaya Sirat, Prep Cook, P/T, Dining & Conference Services,  
07/30/12, \$13,572/year

Harper Police – ICOP Appointments

Alex Amaya, Community Service Officer I, Harper College Police,  
Patrol, 09/10/12, \$27,352/year

Matthew Pasquesi, Community Service Officer I, P/T, Harper  
College Police, 08/13/12, \$12,308/year

Harper #512 IEA-NEA Appointments

Peter Angelov, HVAC Mechanic, Physical Plant, 09/04/12,  
\$64,750/year

Marco Lopez, Campus Set-up Crew, Physical Plant, 09/17/12,  
\$32,989/year

Classified Staff Retirement

Herbert Muehl, Accounting Assistant, Accounting Services,  
12/31/12, 30 years 1 month

Classified Staff Separations

Carly Anderson, Facilities Aide, P/T, Wellness & Campus  
Activities, 07/17/12, 6 months

Alexandra Calzada, Lead Student Account Representative,  
Student Accounts & Receivables, 09/14/12, 6 years 2  
months

Naghmeh Fallahi-Peterson, Financial Aid Assistant, Office of  
Student Financial Assistance, 09/21/12, 3 years

Benjamin Kleeman, Clerk/Receptionist, P/T, Health Services,  
08/02/12, 7 months

Karen Krantz, Receptionist/Office Assistant, Office of Student  
Financial Assistance, 09/14/12, 7 months

Julia Lynch, CE Sales Associate, P/T, Continuing Education,  
09/07/12, 1 year 3 months

Daniel Mitrano, Tutor, P/T, Tutoring Center, 08/08/12, 7 months  
Ernestina Ramirez de Montoya, Cook, P/T, Dining & Conference  
Services, 07/10/12, 6 months

Farzin Sharyari, Porter, P/T, Dining and Conference Services,  
08/31/12, 8 months

Sheena Smith, Evening Receptionist, P/T, Registrar's Office,  
07/26/12, 3 days

Anthony Wisniewski, Writing Center Specialist, P/T, Writing  
Center, 08/20/12, 9 months

Harper Police – ICOP Separations

Andrew Blum, Community Service Officer I- Dispatch, Harper  
College Police, 08/22/12, 1 year 6 months

Joseph Schlau, Police Officer, P/T, Harper College Police,  
09/04/12, 1 year 9 months

Brandon Thompson, Community Service Officer I, P/T, Harper  
College Police, 07/19/12, 6 months

Harper #512 IEA-NEA Separations

Jose Acosta, Painter, Physical Plant, 08/26/12, 3 years  
Employee #5023, Custodian/Groundskeeper, Physical Plant,  
09/05/1, 3 years

Nicholas Galiardo, Campus Set Up Crew, Physical Plant,  
07/17/12, 2 years 9 months

Jonathan Gurley, Custodian/Groundskeeper, Physical Plant,  
07/30/12, 4 months

Willin Legaspi, Custodian/Groundskeeper, Physical Plant,  
07/17/12, 2 months  
Christopher Meron, Custodian/Groundskeeper, Physical Plant,  
07/20/12, 4 years 5 months  
Eric Netzband, Custodian/Groundskeeper, Physical Plant,  
08/10/12, 3 years 8 months

**Affiliation Agreement**

An Affiliation Agreement is required between Harper College and affiliating agencies that provide clinical education for students in health career programs, as outlined in Exhibit X-A.7

Upon roll call of the Consent Agenda for Approval, the vote was as follows:

Ayes: Members Canning, Dowell, Gallo, Hill, Kelley, Mundt, Stone, and Student Member Moravec.

Nays: None.  
Motion carried.

**Monthly Financial Statements**

Review of financial statement as outlined in Exhibit X-B.1.

**Board Committee and Liaison Reports**

Foundation Report: Member Canning reported that the Influential Women’s Breakfast has raised \$32,000 this year and that contributions continue to come in. And in anticipation of a major gift campaign down the road, the Foundation is striving to enlarge their data base by hosting gatherings in their homes. The President’s Ball is Saturday at the Renaissance in Schaumburg.

ICCTA Liaison Report: Member Kelley reported on the ICCTA conference he attended this past weekend and shared the highlights, including adult education programs and study abroad programs. The stalled pension legislation was among the most discussed topics, with the expectation that Senate Bill 1673 will be voted on in the lame duck session in January. At the ACCT conference in October, Kelley and Dr. Ender will be on a panel discussing Board Governance. The next ICCTA meeting is in Chicago November 9 and he encouraged the Trustees to attend.

**Grants and Gifts Status Report**

Current status of operational public and private grants to the College, and status of cash donations and in-kind gifts to the Educational Foundation, as outlined in Exhibit X-B.3.

**Consortium, Cooperative and State of Illinois Contracts Purchasing Status Report**

Review of the monthly Consortium, Cooperative and State of Illinois Contract Purchasing Status Report, as outlined in Exhibit X-B.4.

**NEW BUSINESS**

Annual Financial Audit for

Member Kelley moved, Member Dowell seconded,

Fiscal Year Ended June 30, 2012 acceptance of the annual financial audit for the fiscal year ending June 30, 2012, as outlined in Exhibit XI-A (attached to the minutes in the Board of Trustees' Official Book of Minutes).

Upon roll call of the Consent Agenda, the vote was as follows:  
Ayes: Members Canning, Dowell, Gallo, Hill, Kelley, Mundt, Stone, and Student Member Moravec.  
Nays: None.  
Motion carried.

Ratification of Adjunct Faculty Association, IEA-NEA Union Collective Bargaining Agreement 2012/2016

Member Stone moved, Member Mundt seconded, ratification of the Adjunct Faculty Association, IEA-NEA Union Collective Bargaining Agreement for 2012/2016 authorizing the Board Chair and Secretary to execute the Agreement, as outlined in Exhibit XI-B (attached to the minutes in the Board of Trustees' Official Book of Minutes).

Upon roll call of the Consent Agenda, the vote was as follows:  
Ayes: Members Canning, Dowell, Gallo, Hill, Kelley, Mundt, Stone, and Student Member Moravec.  
Nays: None.  
Motion carried.

ANNOUNCEMENTS  
BY CHAIR

Communications

There were no communications.

Calendar Dates

Calendar dates are printed on the Agenda for Board information. The Board Retreat will be September 25, 2012 at 3:30 in W201. The Committee of the Whole Meeting will be Wednesday, November 7, 2012 at 5:00 p.m. in W216. The next Board of Trustees Meeting will be Wednesday, November 14, 2012 at 6:00 p.m. in W214 of Wojcik Conference Center.

OTHER BUSINESS

There was no other business.

ADJOURNMENT

Member Canning moved, Member Mundt seconded, to adjourn to adjourn the meeting.

In a voice vote, the motion carried at 6:50 p.m.

\_\_\_\_\_  
Chair

\_\_\_\_\_  
Secretary

WILLIAM RAINEY HARPER COLLEGE  
BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT #512  
COUNTIES OF COOK, KANE, LAKE AND McHENRY, STATE OF ILLINOIS

Minutes of the Special Session held on September 25, 2012.

CALL TO ORDER: The Special Board Meeting was attended by the Board of Trustees at 3:30 p.m. in the Wojcik Conference Center (Dining Room), 1200 W. Algonquin Road, Palatine, Illinois.

ROLL CALL: Present: Members Rita Canning, Greg Dowell, Diane Hill, William Kelley, Walt Mundt, and Laurie Stone  
Absent: Member Jim Gallo and Student Member Clara Moravec

Also in attendance: Kenneth Ender, President; Maria Coons, Senior Executive to the President

DISCUSSION:

The Board discussed community relations and the Board's role in establishing and building those relationships in an intentional manner.

No formal actions were taken.

Meeting was adjourned at 6:05 p.m.

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Secretary

**Subject:** Approval of Fund Expenditures

**Recommended by:**

Bret Bonnstetter  
Administrative Services

**Description**

A recommendation is being made to approve fund expenditures as follows:

|                                    |  |                  |
|------------------------------------|--|------------------|
| 1. Bills Payable                   |  |                  |
| Accounts Payable & Tuition Refunds |  | \$ 15,904,572.25 |
| 2. Payroll                         |  |                  |
| 08/24/2012                         |  | \$ 1,770,413.52  |
| 09/07/2012                         |  | 1,861,008.09     |
| 09/21/2012                         |  | 1,981,716.29     |
| 10/05/2012                         |  | 1,987,821.47     |
| 10/19/2012                         |  | 2,086,492.91     |
| 3. Estimated Payroll               |  |                  |
| 11/02/2012                         |  | \$ 1,937,490.46  |

**Information**

Not applicable for this exhibit.

**Rationale**

Not applicable for this exhibit.

**Funding Source**

Not applicable for this exhibit.

**Subject:** Approval of Bids

**Recommended by:**  
Bret Bonnstetter, Controller  
Administrative Services

**Description**

There are no bids for approval this month.

**Information**

Not applicable to this exhibit.

**Rationale**

Not applicable to this exhibit.

**Funding Source**

Not applicable to this exhibit.

**Subject:** Approval of Requests for Proposals

**Recommended by:**  
Bret Bonnstetter, Controller  
Accounting Services

**Description**

There are no requests for proposals this month.

**Information**

Not applicable to this exhibit.

**Rationale**

Not applicable to this exhibit.

**Funding Source**

Not applicable to this exhibit.

**Subject:** Upgraded Electrical Service for Building H

**Recommended by:**

Thomas Crylen, Executive Director of Facilities Management  
Physical Plant

**Description**

A recommendation is being made to issue a purchase order to ComEd for the installation of the upgraded electrical service, equipment, and transformer vault that serves Building H, as required for the renovations to this building.

**Information**

ComEd requires a payment in the amount of \$34,654.95 to perform the required upgrades to the electrical service, equipment and transformer vault that serves Building H, as required for the renovations to this building, which is included in the 2010 Campus Master Plan.

**Rationale**

ComEd owns the existing electrical service lines, related equipment, and is responsible for the installation of equipment at such facilities including electrical service upgrades, service equipment, and transformers when requested by the customer. They are entitled to charge customers for installation and equipment costs.

**Funding Source**

Funds in the amount of \$34,654.95 are provided in the Operations and Maintenance (Restricted) Fund (Fund 3) budget.

**Subject:** Blackboard Course Management Software Site Licensing, Support, and Hosting Services

**Recommended by:**

Patrick Bauer, Chief Information Officer  
Information Technology

**Description**

A recommendation is being made to issue a purchase order to Blackboard, Inc. for a five year renewal of course management software site licensing, support, and hosting services.

**Information**

Blackboard provides course management systems and services in support of a virtual learning environment where instructors can create and deliver content, encourage student participation, and communicate with students outside of the classroom. The system also provides students with the ability to use interactive features such as discussion forums and adaptive content delivery (for example, when a prescribed activity is completed, additional content is automatically delivered to the student). The included hosting service ensures all course modules and content are accessible to students and faculty from anywhere there is an internet connection.

Under the terms of the current contract with Blackboard, a five year renewal would cost approximately \$1,425,920. Reductions in the annual costs were negotiated, along with increases in available disk and user capacities of the service, in exchange for a five year commitment to Blackboard. The total cost for five years is \$1,167,641, which represents an approximate 18% cost savings from the current contract. The renewal period is from November 15, 2012 through November 14, 2017.

**Rationale**

The College has standardized the Blackboard course management system for course delivery. Blackboard, Inc. is the sole provider for licensing and support for this system.

**Funding Source**

Funds in the amount of \$1,167,641.00 are provided in the Restricted Purposes Fund (Fund 6).

**Subject:** Printing and Mailing of the Continuing Education Course Schedule

**Recommended by:**

Philip Burdick, Chief Communications Officer  
Communications

**Description**

A recommendation is being made to issue a purchase order to Mignone Communications, Inc. to extend the existing contract by \$71,678 for the printing and mailing of the Continuing Education Course Schedule.

**Information**

The Continuing Education Division regularly prints and distributes a Course Schedule. Course Schedules help to market and communicate class offerings each semester. Three editions of the appropriate course schedules are printed and mailed. These include one for summer, fall, and spring. The Course Schedules will list the College's Continuing Education class offerings for the respective term. For each edition, 90,000 copies will be printed and distributed to households, businesses, and libraries within the district, out-of-district students, and individuals upon request.

**Rationale**

A recommendation is being made to extend the current contract under the terms and conditions of the contract for printing and mailing through January 2013. This contract extension will comply with the terms and conditions of the original contract approved at the March 2010 Board of Trustee's Meeting.

**Funding Source**

Funds are provided in the Auxiliary Enterprises Fund (Fund 5) budget.

**Subject:** Euclid Avenue Entrance Relocation Project Engineering and Design Services

**Recommended by:**

Thomas Crylen, Executive Director of Facilities Management  
Physical Plant

**Description**

A recommendation is being made to issue a purchase order to retain Smith Group JJR, LLC for engineering and design services for the Euclid Avenue Entrance Relocation Project.

**Information**

The initial phase of the Euclid Avenue and Roselle Road Entrances Reconfiguration Project is nearing completion. The final phase of this project is the relocation of the Euclid Avenue entrance. The proposed entrance relocation will require county approval. The design and approval process is expected to take up to 24 months.

The new location for the Euclid Avenue entrance is proposed to be at the temporary construction entrance off Euclid Avenue at the northeast end of campus. This project will include the completion of the outer ring road along parking lots 10 & 11 and passing between lots 12 and 13.

The design phase of this project is scheduled to start in November 2012, with the permit phase to be complete by Fall 2014, and construction anticipated for Fall 2015. The cost to retain Smith Group JJR, LLC is \$51,000.

**Rationale**

Smith Group JJR, LLC was unanimously selected as the most qualified firm in August 2011 for the initial phase of this project. The firm has successfully executed the first phase of this project and is recommended for the final phase.

**Funding Source**

Funds in the amount of \$51,000.00 will be provided in the Operations and Maintenance (Restricted) Fund (Fund 3) budget.

**Subject:** Architect for Swimming Pool Repair Project

**Recommended by:**

Thomas Crylen, Executive Director of Facilities Management  
Physical Plant

**Description**

A recommendation is being made to retain Legat Architects for architectural services for the repairs to the swimming pool located in Building M.

**Information**

The following repairs to the swimming pool are required to maintain the condition of the pool and comply with current codes:

- Replacement of HVAC System.
- Replacement of equipment, including recirculation pumps, heat exchanger, water chemistry system, energy management system, and surge tanks.
- Removal and replacement of the tile on the pool deck.

The design phase of this project is scheduled to start in November 2012, with the construction anticipated for fall 2013. The cost to retain Legat Architects is \$70,000.

**Rationale**

Professional service fees were solicited and Legat Architects was found to have the most competitive fee.

**Funding Source**

Funds in the amount of \$77,000 for architectural fees are provided in the Operations and Maintenance (Restricted) Fund (Fund 3) budget.

|                        |                 |
|------------------------|-----------------|
| Architectural Fees     | \$70,000        |
| 10% Design Contingency | <u>7,000</u>    |
| Total                  | <u>\$77,000</u> |

**Subject:** Construction Management Services for the New Parking Structure at Lot 7

**Recommended by:**

Thomas Crylen, Executive Director of Facilities Management  
Physical Plant

**Description**

A recommendation is being made to issue a purchase order to Power Construction Company, LLC for construction management services for the new parking structure at Lot 7.

**Information**

The 2010 Campus Master Plan identified the need for additional parking on campus. A new parking structure located on the east side of campus, where most classes are held and parking is limited, is included in the current year's capital projects budget.

A summary of Power Construction Company, LLC construction management fees is as follows:

|                            |                   |
|----------------------------|-------------------|
| Base Fee                   | \$ 198,000        |
| General Conditions         | 371,188           |
| Pre-Construction Fixed fee | <u>20,000</u>     |
| Total:                     | <u>\$ 589,188</u> |

**Rationale**

Power Construction Company, LLC is the Construction Manager for the Building H Renovation Project and the Building D Addition and Renovation Project. The proposed parking structure is to be located adjacent to these projects. It is in the best interest of the College to retain Power Construction Company for the construction management services for the parking structure to provide overall professional cohesive construction coordination for this area of the campus. This recommendation has been reviewed with the College's legal counsel.

**Funding Source**

Funds in the amount of \$589,188.00 as detailed above for Construction Management Services are provided in the Operations and Maintenance (Restricted) Fund (Fund 3) budget.

**Subject:** Issuance of Purchase Orders to Cigna Group Insurance, Wage Works, Delta Dental, Blue Cross/Blue Shield of Illinois, and HMO Illinois

**Recommended by:**

Roger Spayer, Chief Human Resources Officer  
Human Resources

**Description**

Approval of purchase orders for the College's annual insurance renewals.

**Information**

At the request of the College, Willis of Illinois, the College's broker for employee insurance plans, reviewed the insurance programs and the renewal quotes presented from Blue Cross/Blue Shield and Delta Dental. The CIGNA multi-year rate guarantee for Short-Term Disability, Life and Accidental Death and Dismemberment expires on January 1, 2013. These plans were marketed with no carriers able to provide savings to the College.

It is recommended that the Board of Trustees approve CIGNA to provide Term Life, not to exceed \$0.14 per \$1,000 of covered payroll; Accidental Death and Dismemberment, not to exceed \$0.015 per \$1,000 of covered payroll; and to provide short-term disability claims administration, not to exceed \$1.74 per person per month. CIGNA quoted a 12.5% decrease in the premium for Long-Term Disability insurance, with rates not to exceed \$0.14 per \$100 of covered payroll per month. These rates are guaranteed for 3 years. It is also recommended that dental claims administration be provided by Delta Dental with administrative fees not to exceed \$3.43 per person per month. Further, it is recommended that Blue Cross/Blue Shield of Illinois and HMO Illinois provide the College with medical insurance coverage, not to exceed the proposed premium amount per coverage tier. The current renewal premium of \$9,346,718, based on the current census, is a 0.74% increase from the 2012 premium.

During the course of the Interest Based Bargaining process, a mutual interest of adding debit card functionality to the Flexible Spending Program without additional cost to the College was discussed. The plan was marketed and a quote was received from Wage Works to provide third party administration of the Flexible Spending Plan with a debit card feature for the same fee we are paying our current vendor. Therefore, upon approval, Flexible Spending vendors will be changed to Wage Works with administrative fees not to exceed \$4.25 per person per month, effective January 1, 2013. This rate is guaranteed for 3 years.

**Rationale**

After review and consideration, it is recommended the College remain with Blue Cross/Blue Shield as our medical insurance provider and Delta Dental for Administrative Services Only dental services. It is also recommended the College remain with CIGNA as the provider of Disability, Life Insurance and Accidental Death and Dismemberment coverage. It is further recommended The College change to Wage Works as the provider of Flexible Benefits claims administration that includes a debit card.

**Funding Source**

Funds are/will be provided in the FY 2013 and FY 2014 budgets.

**Subject:** Harper Professional Center (HPC) Condominium Association Dues

**Recommended by:**

Bret Bonnstetter, Controller  
Accounting Services

**Description**

A recommendation is being made to issue a purchase order to Hilltop Condominium Association for Harper Professional Center's portion of the annual condominium association dues for common area maintenance.

**Information**

In February 2001, Harper College purchased approximately 91% of the property at 650 Higgins Road in Schaumburg, currently known as the Harper Professional Center. Annually, the College and the other owners are responsible for paying dues to the Hilltop Condominium Association to provide common area maintenance. The general upkeep of the property consists of items such as landscaping and snow removal. A portion of the dues are also set aside in reserve for future larger projects such as parking lot replacement and building repairs.

**Rationale**

As one of the owners of the Hilltop Condominium Association property, the College is responsible for its percentage of the common area maintenance.

**Funding Source**

Funds in the amount of \$220,301.57 are provided in the Operations and Maintenance Fund (Fund 2) budget.

**Subject:** Approval of Personnel Actions

**Recommended by:**  
Roger Spayer,  
Chief Human Resources Officer

**Description**

A recommendation is being made to approve monthly personnel actions.

**Information**

Not applicable to this Exhibit.

**Rationale**

Not applicable to this Exhibit.

**Funding Source**

Not applicable to this Exhibit.

**Subject:** Semi-annual Review of Closed Session Minutes and Board Recordings

**Recommended by:**

Maria Coons, Board Liaison

**Description**

A recommendation is being made to review the status of minutes and verbatim recordings of Closed Sessions of the Harper College Board of Trustees.

**Information**

The Open Meetings Act, Public Act 85-1355, requires the Board to review at least semi-annually the minutes of all closed meetings to determine whether (1) the need for confidentiality still exists as to all or part of those minutes, or (2) that the minutes, or parts of them, no longer require confidential treatment and are available for public inspection.

In addition, Board Policy (01.25.15) states:

*Review of the minutes of all closed meetings that have not yet been released for public review, and determination of which, if any, may then be released." Minutes or recordings shall not be released unless the Board finds that it is no longer necessary to protect the public interest or the privacy of an individual by keeping them confidential. As to any minutes or recordings not released, the Board shall find that the "need for confidentiality still exists" as to those minutes or recordings. The Administration shall prepare a recommendation for the Board regarding the release and non-release of the respective recordings and minutes.*

To comply with the above requirement, the Board of Trustees has scheduled the review of closed meeting minutes twice each year. This semi-annual review may take place in closed session to be followed by action during open session to determine whether the need for confidentiality still exists as to all or part of those minutes, or whether they should be made available for public inspection in whole or part.

The minutes were last reviewed at the April 18, 2011 Board meeting. It is recommended that the Board take the following actions:

BE IT RESOLVED that the Board finds and determines that the need for confidentiality still exists as to the minutes of the Board's closed meetings held on April 11, 2012, April 18, 2012, May 16, 2012, June 6, 2012, June 13, 2012, July 11, 2012, July 18, 2012, August 8, 2012 and September 12, 2012;

In addition, it is recommended that verbatim recordings prior to April 2011 of Closed Board meetings, that do not involve pending litigation, be destroyed.

**Rationale**

To comply with the above requirement, the Board of Trustees has scheduled the review of closed meeting minutes in April and October of each year. On Wednesday, November 14, 2012, this semi-annual review may take place in closed session to be followed by action during open session to determine whether the need for confidentiality still exists as to all or part of those minutes, or whether they should be made available for public inspection in whole or part.

**Funding Source**

Not applicable to this exhibit.

**Subject:** Career Advisory Committee Appointments for the 2012-2013 Academic Year

**Recommended by:**

Sally Griffith, Dean of Career Programs

**Description**

A recommendation is being made to approve advisory committees for the 2012/2013 academic year. Currently, 375 prospective committee members representing 30 career programs have been invited to assist the College in the further development and improvement of career education. Attached is a listing of advisory committee members and a copy of the letter to be sent to each individual committee member after Board approval.

**Information**

Attached is a listing of advisory committee members and a copy of the letter to be sent to each individual committee member after Board approval.

**Rationale**

Harper's career programs are required by the Illinois Community College Board to maintain advisory committees that provide direction and consultation for the purpose of supplying our students with the most current skills possible in their fields upon graduation. The College seeks the assistance of advisory committee members in reviewing curriculum, sharing information about changing trends in the marketplace, and maintaining an ongoing dialog with our coordinators and deans about how to best prepare our students to meet current employer and industry requirements.

**Funding Source**

Not applicable to this exhibit.

Dear \_\_\_\_\_ :

On behalf of the Harper College Board of Trustees and the Administration, I am pleased to welcome you as a member of the \_\_\_\_\_ Advisory Committee for the 2012-13 academic year.

We appreciate your willingness to commit time and energy to this endeavor. Your background and experience qualify you as a valuable member of this advisory team. The students who enter Harper's programs deserve the most current, practical and theoretical information available. Your contributions to this advisory committee will provide them that opportunity.

With your expert advice, we can continue to offer our students courses that are designed to provide the skills that are required in today's workplace.

Sincerely,

| Program                  | LastName   | FirstName | Gender | JobTitle                            | Company   | City               | State |           |
|--------------------------|------------|-----------|--------|-------------------------------------|---|--------------------|-------|-----------|
| Accounting               | Abernathy  | Linda     | Ms.    | Partner                             | McGladrey & Pullen  | Schaumburg         | IL    |           |
| Accounting               | Andringa   | Judith    | Ms.    | Vice President, Finance             | Underwriters<br>Laboratories, Inc.                            | Northbrook         | IL    |           |
| Accounting               | Busto      | Lisa      | Ms.    | Instructor                          | William Rainey<br>Harper College                              | Palatine           | IL    | New FY 13 |
| Accounting               | Hedrick    | Robert    | Mr.    | Principal/Enrolled Agent            | Hedrice Systems<br>Group Inc                                  | Elmhurst           | IL    |           |
| Accounting               | Hoffman    | Kurt      | Mr.    | CPA                                 | Frank J. Baker &<br>Company, Ltd.                             | Des Plaines        | IL    |           |
| Accounting               | Johnson    | Jennifer  | Ms.    | Financial Manager                   | Baxter Healthcare   | Barrington         | IL    |           |
| Accounting               | Jones, CPA | Casey     | Mr.    | Senior Tax Associate                | KPMG, LLP   | Chicago            | IL    |           |
| Accounting               | Largo      | Kerri     | Ms.    | Department Chair-Business Education | Hoffman Estates<br>High School                                | Hoffman<br>Estates | IL    |           |
| Accounting               | Lennon     | Kevin     | Mr.    | Business Instructor                 | Wheeling High<br>School                                       | Wheeling           | IL    |           |
| Accounting               | Lewis      | Jonoy     |        | Senior Accountant                   | Veolia  | Mt. Prospect       | IL    |           |
| Accounting               | Loverde    | Glinda    | Ms.    | Director of Tax                     | DSC Logistics   | DesPlaines         | IL    |           |
| Accounting               | Lyons      | Thomas    | Mr.    | Senior Associate                    | McGladrey & Pullen  | Schaumburg         | IL    |           |
| Accounting               | McKinley   | Dawn      | Ms.    | Instructor                          | William Rainey<br>Harper College                              | Palatine           | IL    | New FY 13 |
| Accounting               | Penz       | Lisa      | Ms.    | Associate Director                  | Capstone Advisory<br>Group                                    | Chicago            | IL    |           |
| Accounting               | Popp       | Dan       | Mr.    | Director of Finance                 | Frank Lloyd Wright<br>Preservation Trust                      | Oak Park           | IL    |           |
| Accounting               | Svarc      | Dominique | Ms.    | Coodinator, Accounting              | William Rainey<br>Harper College                              | Palatine           | IL    |           |
| Accounting               | Zuhlke     | Mike      | Mr.    | CPA, Audit Senior                   | Deloitte & Touche,<br>LLP                                     | Chicago            | IL    |           |
| Architectural<br>Studies | Alberts    | Ken       | Mr.    | AIA, ALA                            | Alberts Associates  | Mundelein          | IL    |           |
| Architectural<br>Studies | Carlson    | Todd      | Mr.    | NCARB, LEED AP                      | Carlson Architecture  | Palatine           | IL    |           |
| Architectural<br>Studies | Dittburner | Carl      | Mr.    | Coordinator                         | William Rainey<br>Harper College                              | Palatine           | IL    |           |
| Architectural<br>Studies | Jans       | Matthias  | Mr.    | AIA, ALA, NCARB                     | Matthias Jans<br>Architect                                    | Wheeling           | IL    |           |
| Architectural<br>Studies | Krawczyk   | Robert    | Mr.    | Director of Undergraduate Program   | Illinois Institue of<br>Technology College<br>of Architecture | Chicago            | IL    |           |
| Architectural<br>Studies | Kremers    | Jack      | Mr.    | AIA, LEED AP                        | Jack A. Kremers   | Winfield           | IL    |           |
| Architectural<br>Studies | Manning    | Tim       | Mr.    | AIA, LEED AP                        | William Rainey<br>Harper College                              | Palatine           | IL    |           |
| Architectural<br>Studies | Pathmann   | Jeff      | Mr.    | ALA                                 | Pathmann Architects<br>Inc.                                   | Hawthorn<br>Woods  | IL    |           |

| Program                        | LastName     | FirstName   | Gender | JobTitle   | Company   | City              | State |           |
|--------------------------------|--------------|-------------|--------|--|---|-------------------|-------|-----------|
| Architectural Studies          | Vovos        | Dennis      | Mr.    | AIA, LEED  | Holabird & Root   | Chicago           | IL    |           |
| Building Codes and Enforcement | Dettmer      | William     | Mr.    | Electrical Inspector II                                  |   | Crystal Lake      | IL    |           |
| Building Codes and Enforcement | Dittburner   | Carl        | Mr.    | Coordinator  | William Rainey Harper College                             | Palatine          | IL    |           |
| Building Codes and Enforcement | Fischer      | David       | Mr.    | Building Commissioner, ALA, CBO                          | Village of Libertyville                                   | Libertyville      | IL    |           |
| Building Codes and Enforcement | Lehmann      | Kenneth     | Mr.    | President  | Kenneth Lehmann Construction                              | Elk Grove         | IL    |           |
| Building Codes and Enforcement | Schroeder    | William     | Mr.    | MCP, Building Commissioner, CHCO, CBCO                   | Village of Mount Prospect                                 | Mt. Prospect      | IL    |           |
| Building Codes and Enforcement | Skiber       | Steve       | Mr.    | Dir. Bldg., Zoning & Code Enforcement                    | City of Prospect Heights                                  | Prospect Heights  | IL    |           |
| Business Administration        | Anderson     | Gary        | Mr.    | Harper-Business Administration Department                | William Rainey Harper College                             | Palatine          | IL    |           |
| Business Administration        | Brooks       | Erin        | Ms.    | Media Relations Manager                                  | William Rainey Harper College                             | Palatine          | IL    | New FY 13 |
| Business Administration        | Buschmann    | Karl        | Mr.    | Principal  | The GMC International Group                               | Schaumburg        | IL    | New FY 13 |
| Business Administration        | Campbell     | Christopher | Mr.    | President, Executive Director                            | Trinity Consultant; The Executive Network/Greater Chicago |                   |       | New FY 13 |
| Business Administration        | Dexter       | Elecia      | Ms.    | Director of the Center for Learning and Org. Development | Little Mary Foundation                                    | Palatine          | IL    | New FY 13 |
| Business Administration        | Ertl         | Patricia    | Ms.    | District Chair, Business Education                       | Conant High School  | Hoffman Estates   | IL    | New FY 13 |
| Business Administration        | Foldvary     | Kathleen    | Ms.    | Harper-Business Administration Department                | William Rainey Harper College                             | Palatine          | IL    |           |
| Business Administration        | James        | Robin       | Ms.    | Harper-Business Administration Department                | William Rainey Harper College                             | Palatine          | IL    |           |
| Business Administration        | Kleinschmidt | Thomas      | Mr.    | Vice President, Operations                               | Sonoscan Inc.   | Elk Grove Village | IL    |           |
| Business Administration        | Mattes       | Carl        | Mr.    | Owner  | iOwn  | Palatine          | IL    | New FY 13 |
| Business Administration        | Nevels       | Kathi       | Ms.    | Student Advisor & Counseling Liaison                     | William Rainey Harper College                             | Palatine          | IL    | New FY 13 |
| Business Administration        | Panos        | Gus         | Mr.    | Research Director  | Market Tools  | Rosemont          | IL    |           |
| Business Administration        | Samuelson    | Odette      | Ms.    | Manager, Organization Dev.                               | Pace Suburban Bus   | Arlington Heights | IL    |           |
| Business Administration        | Scheck       | Linda       | Ms.    | Director of Tourism                                      | Village of Hoffman Estates                                | Hoffman Estates   | IL    |           |
| Business Administration        | Wigodner     | Bryon       | Mr.    | National Account Executive                               | Kadmon Pharmaceuticals                                    | Buffalo Grove     | IL    |           |

| Program                      | LastName        | FirstName  | Gender | JobTitle                                | Company                              | City              | State |           |
|------------------------------|-----------------|------------|--------|---|--------------------------------------|-------------------|-------|-----------|
| Certified Nursing Assistant  | Sample          | Denise     | Ms.    | Chief Nursing Officer                   | Hospice & Palliative Care of N.E. IL | Barrington        | IL    | New FY 13 |
| Certified Nursing Assistant  | Arp             | Selma      | Ms.    | RN, Nursing Consultant                  | Manor Care                           | Arlington Heights | IL    |           |
| Certified Nursing Assistant  | Bailey          | Kim        | Ms.    | Human Resources                         | Manor Care Arlington Heights         | Arlington Heights | IL    |           |
| Certified Nursing Assistant  | Blatter         | Pamela     | Ms.    | Director of Nursing                     | Friendship Village                   | Schaumburg        | IL    |           |
| Certified Nursing Assistant  | Dobbs           | Vicky      | Ms.    | Director of Nursing                     | Lutheran Home                        | Arlington Heights | IL    |           |
| Certified Nursing Assistant  | Gatuz-Fernandez | Alma       | Ms.    | Director of Nursing                     | Lexington Health Care of Wheeling    | Wheeling          | IL    | New FY 13 |
| Certified Nursing Assistant  | Kalas           | Susan      | Ms.    | Director of Nursing                     | Manor Care                           | Arlington Heights | IL    |           |
| Certified Nursing Assistant  | Kreplin         | Elizabeth  | Ms.    | Director of Nursing                     | Claremont of Hanover Park            | Hanover Park      | IL    | New FY 13 |
| Certified Nursing Assistant  | Masikat         | Leida      | Ms.    | Director of Nursing                     | Rosewood Care Center                 | Inverness         | IL    |           |
| Certified Nursing Assistant  | Pagenkopf       | Elizabeth  | Ms.    | C NA Coordinator                        | William Rainey Harper College        | Palatine          | IL    |           |
| Certified Nursing Assistant  | Powers          | Joanne     | Ms.    | Director of Nursing                     | The Moorings of Arlington Heights    | Arlington Heights | IL    |           |
| Certified Nursing Assistant  | Stuercke        | Michelle   | Ms.    | VP Clinical Services                    | Claremont of Hanover Park            | Hanover Park      | IL    | New FY 13 |
| Certified Nursing Assistant  | Sullivan        | Patricia   | Ms.    | Human Resources                         | Manor Care Elk Grove                 | Elk Grove         | IL    |           |
| Certified Nursing Assistant  | Wagner          | Anne       | Ms.    | Administrator                           | Lexington Health Care of Wheeling    | Wheeling          | IL    | New FY 13 |
| Computer Information Systems | D'Amico         | Enrique    | Mr.    | Coordinator                             | William Rainey Harper College        | Palatine          | IL    |           |
| Computer Information Systems | Drenth          | Mike       | Mr.    | Instructor                              | Rolling Meadows High School          | Rolling Meadows   | IL    |           |
| Computer Information Systems | Gerber          | Johanri    | Mr.    | Senior Applications Developer           | Trading Technologies                 | Arlington Heights | IL    |           |
| Computer Information Systems | Heyland         | James      | Mr.    | Senior Director, Information Technology | Motorola Solutions                   | Schaumburg        | IL    |           |
| Computer Information Systems | Ide             | James      | Mr.    | President                               | Exito Incorporated                   | Inverness         | IL    |           |
| Computer Information Systems | Karavitis       | Martha     | Ms.    | TECH Manager                            | Harper Professional Center           | Schaumburg        | IL    |           |
| Computer Information Systems | Mika            | Lidia      | Ms.    | Non-Traditional student                 |                                      | Prospect Heights  | IL    |           |
| Computer Information Systems | Peterson        | Mary Ellen | Ms.    | Instructor                              | Barrington High School               | Barrington        | IL    |           |
| Computer Information Systems | Pfau            | David      | Mr.    | CEO, Owner                              | Isaso, LLC                           | Naperville        | IL    |           |

| Program                      | LastName       | FirstName  | Gender | JobTitle                         | Company                                       | City              | State |           |
|------------------------------|----------------|------------|--------|----------------------------------|---|-------------------|-------|-----------|
| Computer Information Systems | Polak          | Tom        | Mr.    | Technology Instructor            | Wheeling High School                          | Wheeling          | IL    |           |
| Computer Information Systems | Prestipino     | Peter      | Mr.    | Editor-in-Chief                  | Website Magazine                              | DesPlaines        | IL    |           |
| Computer Information Systems | Rucks          | Bruce      | Mr.    | Department Chair                 | Schaumburg High School                        | Schaumburg        | IL    |           |
| Computer Information Systems | Stoms          | George     | Mr.    | President                        | Vital Systems, Inc.                           | Rolling Meadows   | IL    |           |
| Computer Information Systems | Weinmann       | Marsha     | Ms.    | Systems Administrator            | Warehouse Direct Business Products & Services | Mt Prospect       | IL    |           |
| Dental Hygiene               | Alder          | Diana      | Ms.    | RDH                              | River Forest Dental Group                     | Oak Park          | IL    |           |
| Dental Hygiene               | Andrews        | Nancy      | Ms.    | Faculty HC/DHY, RDH              | William Rainey Harper College                 | Palatine          | IL    |           |
| Dental Hygiene               | Bordabeheres   | Cristina   | Ms.    | RDH                              |   | Harwood Heights   | IL    |           |
| Dental Hygiene               | Castro         | Lynn       | Ms.    | RDH                              | Margie Mannering, DDS                         | Chicago           | IL    |           |
| Dental Hygiene               | Ferencz        | Sandi      | Ms.    | RDH, BS, Med                     | William Rainey Harper College                 | Palatine          | IL    | New FY 13 |
| Dental Hygiene               | Gould          | Jacqueline | Mrs.   | Private Practice                 | Dental Hygienist                              | St. Charles       | IL    |           |
| Dental Hygiene               | Guido-Layshock | Wendy      | Ms.    | RDH                              | Cary Dental Associates                        | Rockford          | IL    |           |
| Dental Hygiene               | Hock           | Kathi      | Ms.    | Coordinator, Dental Hygiene, RDH | William Rainey Harper College                 | Palatine          | IL    |           |
| Dental Hygiene               | Kreiling       | Sandy      | Ms.    | Professor                        | William Rainey Harper College                 | Palatine          | IL    |           |
| Dental Hygiene               | Mannina        | Angie      | Ms.    | Faculty HC/DHY RDH               | William Rainey Harper College                 | Palatine          | IL    |           |
| Dental Hygiene               | Patrone        | Lee        | Dr.    | DDS                              | Advanced Periodontics                         | Arlington Heights | IL    |           |
| Dental Hygiene               | Strelecki      | Gina       | Ms.    | RDH                              | Village Green Dentistry                       | Wauconda          | IL    |           |
| Dental Hygiene               | Vallely        | Edward     | Dr.    | DDS                              | Associates for General Dentistry              | Arlington Heights | IL    |           |
| Diagnostic Imaging           | Alice          | Melissa    | Ms.    | Cardiology Manager               | Cadence Central Dupage Hospital               | Winfield          | IL    |           |
| Diagnostic Imaging           | Benson         | Laura      | Ms.    | Instructor, HC/CTE               | William Rainey Harper College                 | Palatine          | IL    |           |
| Diagnostic Imaging           | Chung          | Jeffrey    | Dr.    | Radiologist                      | St. Alexius Medical Center                    | Hoffman Estates   | IL    |           |
| Diagnostic Imaging           | Crow           | Steve      | Mr.    | Faculty                          | William Rainey Harper College/DMS             | Palatine          | IL    |           |

| Program             | LastName     | FirstName | Gender | JobTitle                                   | Company  | City              | State |           |
|---------------------|--------------|-----------|--------|--|--|-------------------|-------|-----------|
| Diagnostic Imaging  | Fornek       | Greg      | Mr.    | CTE Student                                |  | Cary              | IL    | New FY 13 |
| Diagnostic Imaging  | Greco        | Chris     | Ms.    | Adjunct Faculty                            | William Rainey Harper College HC/CTE               | Palatine          | IL    |           |
| Diagnostic Imaging  | Hamontree    | Kelly     | Ms.    | Coordinator                                | William Rainey Harper College HC/CTE               | Palatine          | IL    |           |
| Diagnostic Imaging  | Heinrich     | John      | Mr.    | Director, Medical Imaging                  | Centegra Healthcare System                         | McHenry           | IL    |           |
| Diagnostic Imaging  | Maloul       | Isa       | Mr.    | Manager Ultrasound                         | Alexian Brothers Medical Center                    | Elk Grove Village | IL    | New FY 13 |
| Diagnostic Imaging  | Provancal    | Kathy     | Ms.    | Echo Lab Coordinator                       | Loyola University Medical Center                   | Maywood           | IL    |           |
| Diagnostic Imaging  | Rzuczkowski  | Tomasz    | Mr.    | Sonographer                                | Advocate Christ Medical Center                     | Oak Lawn          | IL    |           |
| Diagnostic Imaging  | Sawa         | Janet     | Ms.    | Sonographer                                | Northwest Community Hospital                       | Arlington Heights | IL    |           |
| Diagnostic Imaging  | Shedden      | Tara      | Ms.    | DMS Student                                |  | Belvidere         | IL    | New FY 13 |
| Diagnostic Imaging  | Spiegel      | Alan      | Dr.    | Cardiologist                               | Northwest Cardiovascular Associates                | Arlington Heights | IL    |           |
| Diagnostic Imaging  | Wagner       | Chris     | Ms.    | Application Specialist                     | Philips Ultrasound                                 | Kildeer           | IL    |           |
| Diagnostic Imaging  | Welker       | Hazel     | Ms.    | Cardiac Sonographer                        | Condell Hospital/Echo Lab                          | Libertyville      | IL    |           |
| Diagnostic Imaging  | Zabinski     | Melissa   | Ms.    | Sonographer                                | Advocate Good Shepherd Hospital                    | Palatine          | IL    | New FY 13 |
| Dietetic Technician | Allendorph   | Jane      | Ms.    | Coordinator                                | William Rainey Harper College                      | Palatine          | IL    |           |
| Dietetic Technician | Hranicka     | Sarese    | Ms.    | Student                                    |  | Palatine          | IL    |           |
| Dietetic Technician | Mehta        | Mansi     | Ms.    | LDN, RD, Program Manager - Patient Access  | Abbott   | Elk Grove Village | IL    |           |
| Dietetic Technician | Mirsa        | Shweta    | Ms.    | Consultant Dietitian                       |  | McHenry           | IL    |           |
| Dietetic Technician | Monico       | Ruth      | Ms.    | LDN, Food Service Director                 | Alden of Long Grove                                | Hawthorn Woods    | IL    |           |
| Dietetic Technician | Newman Frick | Shayna    | Ms.    | DTR, CDM, Food Service Manager             | Sherman West Court, Long Term Care                 | Arlington Heights | IL    |           |
| Dietetic Technician | Perry        | Ruth      | Ms.    | DTR, Diet Technician                       | Villa Scalabrini                                   | Schaumburg        | IL    |           |
| Dietetic Technician | Prange       | Nancy     | Ms.    | MS, RD, LDN, Director, Dietetic Internship | NIU School of Family Consumer & Nutrition Sciences | DeKalb            | IL    |           |
| Dietetic Technician | Quinn        | Joan      | Ms.    | MEd.,RD, Coord, Foodsystems Labs           | Northern Illinois University                       | Dekalb            | IL    |           |

| Program                   | LastName     | FirstName | Gender | JobTitle                                 | Company                              | City              | State |  |
|---------------------------|--------------|-----------|--------|--|--------------------------------------|-------------------|-------|--|
| Dietetic Technician       | Ruesch       | Karen     | Ms.    | RD, LDN, Clinical Dietician              | St. Alexius Medical Center           | Hoffman Estates   | IL    |  |
| Early Childhood Education | Bakalus      | Irena     | Ms.    | Harper Early Childhood Center Supervisor | William Rainey Harper College        | Palatine          | IL    |  |
| Early Childhood Education | Campbell     | Linda     | Ms.    | Associate Professor, Psychology          | William Rainey Harper College        | Palatine          | IL    |  |
| Early Childhood Education | Chandler     | Juli      | Ms.    | Director                                 | Bright Horizons                      | Arlington Heights | IL    |  |
| Early Childhood Education | Coffin       | Sheila    | Ms.    | Assistant Provost                        | Roosevelt University                 | Schaumburg        | IL    |  |
| Early Childhood Education | Foltyniewicz | Kristen   | Ms.    | Harper Graduate                          |                                      | DeKalb            | IL    |  |
| Early Childhood Education | Kapusinski   | Alisa     | Ms.    | Program Manager                          | Hoffman Estates Park District        | Hoffman Estates   | IL    |  |
| Early Childhood Education | Mathien      | Tara      | Ms.    | Coordinator                              | William Rainey Harper College        | Palatine          | IL    |  |
| Early Childhood Education | Mertes       | Wendy     | Ms.    | Associate Professor, ECE                 | William Rainey Harper College        | Palatine          | IL    |  |
| Early Childhood Education | Mueller      | Kathryn   | Ms.    | Owner                                    |                                      | Streamwood        | IL    |  |
| Early Childhood Education | Prybyl       | Linda     | Ms.    | Talent Development/Dist. Coordinator     | Rolling Meadows High School          | Rolling Meadows   | IL    |  |
| Early Childhood Education | Robin        | Sharyl    | Ms.    | Program Director                         | Children's Home and Aid              | Buffalo Grove     | IL    |  |
| Early Childhood Education | Roderick     | Susan     | Ms.    | Dir. Child Therapy & Support Services    | Clearbrook Center                    | Rolling Meadows   | IL    |  |
| Early Childhood Education | Thomas       | Jane      | Ms.    |  | Retired faculty                      | Chicago           | IL    |  |
| Early Childhood Education | Wywialowski  | Linda     | Ms.    | Director, Children's Home and Aid        | Community Care Ctr/Palatine Township | Palatine          | IL    |  |
| Early Childhood Education | Zimmerman    | Penny     | Ms.    | Regional Manager                         | Bright Horizons, Family Solutions    | Elgin             | IL    |  |
| Education                 | Bell         | Patricia  | Ms.    | Substitute teacher                       | School District 15                   | Hoffman Estates   | IL    |  |
| Education                 | Herrera      | Harriette | Ms.    | Consultant                               | ISBE                                 | Roselle           | IL    |  |
| Education                 | Leiva        | Lance     | Mr.    | Instructor                               | Keller Junior High School            | Schaumburg        | IL    |  |
| Education                 | Lombardi     | Jeannine  | Ms.    | Chair                                    | William Rainey Harper College        | Palatine          | IL    |  |
| Education                 | Mills        | Mary      | Ms.    | Principal                                | Lincoln Elementary                   | St. Charles       | IL    |  |
| Education                 | Winstead     | Cynthia   | Dr.    | Teacher                                  | Prairie View School                  | Bartlett          | IL    |  |
| Education                 | York         | Patricia  | Ms.    | ParaPro Graduate                         |                                      | Elk Grove Village | IL    |  |

| Program                            | LastName  | FirstName | Gender | JobTitle  | Company                            | City              | State |  |
|------------------------------------|-----------|-----------|--------|---|------------------------------------|-------------------|-------|--|
| Education                          | Zoladz    | Renee     | Dr.    | Asst. Superintendent for Personnel and Planning | School District 25                 | Arlington Heights | IL    |  |
| Electronics Engineering Technology | Bityou    | Leo       | Mr.    | Test Lab Manager                                | Trace Laboratories Central         | Palatine          | IL    |  |
| Electronics Engineering Technology | Dittmann  | Joseph    | Mr.    | Engineering Technical Advisory                  | Northrup Grumman                   | Rolling Meadows   | IL    |  |
| Electronics Engineering Technology | Flolo     | George    | Mr.    | President                                       | The Flolo Corporation              | Bensenville       | IL    |  |
| Electronics Engineering Technology | Hoeltje   | George    | Mr.    | Coordinator                                     | William Rainey Harper College      | Palatine          | IL    |  |
| Electronics Engineering Technology | Hughes    | Aaron     | Mr.    | Electrical Engineer                             | Schneider-Electric                 | Downers Grove     | IL    |  |
| Electronics Engineering Technology | Karasch   | Mike      | Mr.    | Applied Technology Instructor                   | Fremd High School, District 211    | Palatine          | IL    |  |
| Electronics Engineering Technology | Kasley    | Paul      | Mr.    | Sr. Engineer & Staff Scientist                  | Fermi National Laboratory          | Batavia           | IL    |  |
| Electronics Engineering Technology | Klemens   | Tom       | Mr.    | Executive Editor                                | FF Journal                         | Chicago           | IL    |  |
| Electronics Engineering Technology | Kneisler  | Adam      | Mr.    | Associate Product Manager                       | W.W. Grainger                      | Lake Forest       | IL    |  |
| Electronics Engineering Technology | Kornowski | Bob       | Mr.    | Consultant                                      |                                    | Schaumburg        | IL    |  |
| Electronics Engineering Technology | McEneaney | Peter     | Mr.    | Director of Training & Support                  | Omron Industrial Automation        | Schaumburg        | IL    |  |
| Electronics Engineering Technology | Peters    | Art       | Mr.    | Vice President                                  | Power Technology, Inc.             | South Barrington  | IL    |  |
| Electronics Engineering Technology | Tadros    | Mike      | Mr.    | Executive VP                                    | R & D Engineering                  | Schaumburg        | IL    |  |
| Electronics Engineering Technology | Toynton   | Dan       | Mr.    | General Manager                                 | Braas Company                      | Elgin             | IL    |  |
| Electronics Engineering Technology | Vogt      | Jeff      | Mr.    | Applied Technology Instructor                   | Rolling Meadows High School        | Rolling Meadows   | IL    |  |
| Electronics Engineering Technology | Zurek     | Paul      | Mr.    | Applied Technology Instructor                   | Barrington High School             | Barrington        | IL    |  |
| Emergency and Disaster Management  | Clark     | Bill      | Mr.    | Emergency Management Coordinator                | Village of Schaumburg              | Schaumburg        | IL    |  |
| Emergency and Disaster Management  | Feit      | John      | Mr.    | Deputy Fire Chief - EMG Coord.                  | Barrington Fire Department         | Barrington        | IL    |  |
| Emergency and Disaster Management  | Giordano  | Samuel    | Mr.    | Coordinator/EMG                                 | William Rainey Harper College      | Palatine          | IL    |  |
| Emergency and Disaster Management  | Logsdon   | Diane     | Ms.    | President                                       | Logsdon Consultation Service, Inc. | Rolling Meadows   | IL    |  |
| Emergency and Disaster Management  | Skic      | Andrew    | Mr.    | Fire Inspector/Investigator                     | Mt. Prospect Fire Department       | Mount Prospect    | IL    |  |

| Program                           | LastName   | FirstName | Gender | JobTitle                         | Company                             | City              | State |  |
|-----------------------------------|------------|-----------|--------|----------------------------------|-------------------------------------|-------------------|-------|--|
| Emergency and Disaster Management | Smith      | Tom       | Mr.    | Emergency Management Coordinator | Village of Palatine                 | Palatine          | IL    |  |
| Fashion Design                    | Alagna     | Christine | Ms     | Technical Designer               | Sears                               | Carpentersville   | IL    |  |
| Fashion Design                    | Childs     | Allison   | Ms.    | Retail Visual Consultant         |                                     | Naperville        | IL    |  |
| Fashion Design                    | De La Rosa | Elda      | Ms.    | Designer/Owner                   | Elda De La Rosa Couture             | Chicago           | IL    |  |
| Fashion Design                    | Hennig     | Julie     | Ms.    | Consultant, Marketing            | William Rainey Harper College       | Palatine          | IL    |  |
| Fashion Design                    | Lambert    | Nathalie  | Ms.    | Designer/Owner                   | Alyce Designs                       | Morton Grove      | IL    |  |
| Fashion Design                    | Pugliese   | Deb       | Ms.    | Owner                            | Knitting Emporium                   | East Dundee       | IL    |  |
| Fashion Design                    | Rich       | Steve     | Mr.    | Owner                            | Leonard Adler                       | Chicago           | IL    |  |
| Fashion Design                    | Saiki      | Pilar     | Ms.    | Designer/Owner/Instructor        | Pattern Manipulations               | Chicago           | IL    |  |
| Fashion Design                    | Schneider  | Richard   | Mr.    | Owner                            | Supreme Novelty Fabrics             | Chicago           | IL    |  |
| Fashion Design                    | Smith      | Kelli Rai | Ms.    | Marketing                        | Harley Davidson                     | Milwaukee         | WI    |  |
| Fashion Design                    | Tucker     | Thomas    | Mr.    | Consultant/Instructor            |                                     | Antioch           | IL    |  |
| Fashion Design                    | Turnauer   | Cheryl    | Ms.    | Coordinator                      | William Rainey Harper College       | Palatine          | IL    |  |
| Fashion Design                    | Vercillo   | Zabel     | Ms.    | Technical Design                 | Sears                               | Hoffman Estates   | IL    |  |
| Fire Science Technology           | Dill       | Jeff      | Mr.    | Battalon Chief                   | Palatine Rural Fire District        | Inverness         | IL    |  |
| Fire Science Technology           | Giordano   | Sam       | Mr.    | FIS Coordinator                  | William Rainey Harper College       | Palatine          | IL    |  |
| Fire Science Technology           | Spain      | Michael   | Mr.    | Fire Chief/Administrator         | Bensenville Fire Department         | Bensenville       | IL    |  |
| Fire Science Technology           | Wallis     | Paul      | Mr.    | Division Chief Training          | Palatine Fire Department            | Palatine          | IL    |  |
| Fire Science Technology           | Jorian     | Jeff      | Mr.    | Deputy Fire Chief                | Hoffman Estates Fire Department     | Hoffman Estates   | IL    |  |
| Fire Science Technology           | Nelson     | Mike      | Mr.    | Fire Chief/Administrator         | Elk Grove Township Fire Department  | Arlington Heights | IL    |  |
| Graphic Arts                      | Black      | Richard   | Mr.    | Director Digital Solutions       | All Printing Resources, Inc.        | Glendale Heights  | IL    |  |
| Graphic Arts                      | Bloom      | Harry     | Mr.    | Business Development Manager     | American Ultraviolet/Aetek Division | Romeoville        | IL    |  |
| Graphic Arts                      | Bruner     | Patty     | Ms.    | Coordinator                      | William Rainey Harper College       | Palatine          | IL    |  |
| Graphic Arts                      | Charney    | David     | Mr.    | CEO & Chief Creative Officer     | Illumen Group                       | Evanston          | IL    |  |
| Graphic Arts                      | Duncan     | Joe       | Mr.    | Senior Vice President            | Leo Burnett USA                     | Chicago           | IL    |  |
| Graphic Arts                      | Gallup     | Stuart    | Mr.    | Director - Sales Operations      | Presstek, Inc                       | Des Plaines       | IL    |  |

| Program                       | LastName     | FirstName | Gender | JobTitle  | Company   | City              | State |  |
|-------------------------------|--------------|-----------|--------|---|---|-------------------|-------|--|
| Graphic Arts                  | Gibson       | Bill      | Mr.    | Illinois State Director                           | Great Lakes Graphics Association                        | Tinley Park       | IL    |  |
| Graphic Arts                  | Gray         | Karl      | Mr.    | VP of Operations                                  | Platinum Converting                                     | Itasca            | IL    |  |
| Graphic Arts                  | Gustafson    | Jack      | Mr.    | COO   | JohnsByrne Company                                      | Niles             | IL    |  |
| Graphic Arts                  | Locallo      | George    | Mr.    | Sales Rep   | Fuller Grafix, Inc                                      | Wood Dale         | IL    |  |
| Graphic Arts                  | Lozano       | Bob       | Mr.    | Director of Digital Operations                    | Segerdahl Graphics                                      | Wheeling          | IL    |  |
| Graphic Arts                  | McTernan     | Tom       | Mr.    | Regional Manager                                  | Heidelberg USA, Inc.                                    | Deer Park         | IL    |  |
| Graphic Arts                  | Miller       | Bob       | Mr.    | Director of Operations                            | Color HQ/Board Room Inc.                                | Romeoville        | IL    |  |
| Graphic Arts                  | Murphy       | Dan       | Mr.    | Operations Manager                                | Lake County Press, Inc.                                 | Waukegan          | IL    |  |
| Graphic Arts                  | Sax          | Dan       | Mr.    | Senior Program Analyst                            | North American Corporation                              | Glenview          | IL    |  |
| Graphic Arts                  | Schoff       | Brian     | Mr.    | Color Consultant- Sales/Support                   | The Board Room, Inc.                                    | Romeoville        | IL    |  |
| Graphic Arts                  | Sorrentino   | Pete      | Mr.    | Production Manager                                | Kaleidoscope  | Chicago           | IL    |  |
| Health Information Technology | Baran        | Ben       | Mr.    | Director of Information Technology                | Hospice and Palliative Care of NE Illinois              | Barrington        | IL    |  |
| Health Information Technology | Braunschweig | David     | Mr.    | Associate Professor                               | William Rainey Harper College                           | Palatine          | IL    |  |
| Health Information Technology | Christenson  | Patty     | Ms.    | Health Information Management                     | Alexian Brothers Medical Center                         | Elk Grove Village | IL    |  |
| Health Information Technology | Cunningham   | Patricia  | Ms.    | Customer Alliance Director-Illinois               | Pfizer, Inc.  | Bolingbrook       | IL    |  |
| Health Information Technology | Elliott      | Tricia    | Ms.    | Health Information Management                     | St. Alexius Hospital                                    | Hoffman Estates   | IL    |  |
| Health Information Technology | Engstrom     | Tara      | Ms.    | Compliance Officer/Director of Quality Management | Alexian Brothers Behavioral Health                      | Hoffman Estates   | IL    |  |
| Health Information Technology | Goethals     | Colleen   | Ms.    | HIT Consultant                                    | Midwest Medical Records, Inc.                           | Mt. Prospect      | IL    |  |
| Health Information Technology | Kale-Smith   | Geri      | Ms.    | Medical Office Administration Coordinator         | William Rainey Harper College                           | Palatine          | IL    |  |
| Health Information Technology | Kosinski     | Larry     | Dr.    | Physician   | Elgin Gastroenterology, SC Sherman Health Care facility | Algonquin         | IL    |  |
| Health Information Technology | Morris       | George    | Mr.    | Health Information Technology                     | Northwest Community Hospital                            | Arlington Heights | IL    |  |

| Program                       | LastName            | FirstName    | Gender | JobTitle                              | Company   | City              | State |  |
|-------------------------------|---------------------|--------------|--------|---------------------------------------|---|-------------------|-------|--|
| Health Information Technology | Nowakowski          | Sue          | Ms.    | Manager of Enterprise Desktop Systems | William Rainey Harper College                   | Palatine          | IL    |  |
| Health Information Technology | Rys                 | Christine    | Ms.    | Sales Representative                  | Midwest Medical Records, Inc.                   | Mt. Prospect      | IL    |  |
| Hospitality Management        | Beach               | Patrick      | Mr.    | Professor                             | William Rainey Harper College                   | Palatine          | IL    |  |
| Hospitality Management        | Cochran             | Paul         | Mr.    | Sales                                 | Tri-Mark  | Crystal Lake      | IL    |  |
| Hospitality Management        | Earley              | Jim          | Mr.    | Corporate General Manager             | Ala Carte Entertainment                         | Schaumburg        | IL    |  |
| Hospitality Management        | Farrell             | Michael      | Mr.    | Vice President                        | Egg Harbor Café                                 | Lincolnshire      | IL    |  |
| Hospitality Management        | Filler              | John         | Mr.    | Mgr. Dining & Conference Serv.        | William Rainey Harper College                   | Palatine          | IL    |  |
| Hospitality Management        | Kalkounos           | Andy John    | Mr.    | Owner                                 | Chicago Prime Steakhouse                        | Schaumburg        | IL    |  |
| Hospitality Management        | Kolbe               | Darin        | Mr.    | Executive Chef                        | Glenbrook Hospital                              | Cary              | IL    |  |
| Hospitality Management        | McCulley            | Stephen      | Mr.    | General Manager                       | Sheraton Chicago Northbrook                     | Northbrook        | IL    |  |
| Hospitality Management        | Parulo              | David        | Mr.    | President                             | Chicago Northwest CA                            | Schaumburg        | IL    |  |
| Hospitality Management        | Petricca            | Michael      | Mr.    | Territory Manager                     | U.S. Foodservice                                | Bensenville       | IL    |  |
| Hospitality Management        | Shew                | Warren       | Mr.    | Hospitality Consultant                |   | Palatine          | IL    |  |
| Hospitality Management        | Simon               | Gayle Nassau | Ms.    | Associate Professor                   | William Rainey Harper College                   | Palatine          | IL    |  |
| Hospitality Management        | Timbo               | Lisa         | Ms.    | General Manager                       | Renaissance Hotels                              | Schaumburg        | IL    |  |
| Hospitality Management        | Walter              | Larry        | Mr.    | Operations & Logistics                | Tasty Catering                                  | Elk Grove Village | IL    |  |
| Human Services                | Belluomini          | Ellen        | Ms.    | Private Practice                      | Clocktower Psychological Associates, LTD        | Lake Zurich       | IL    |  |
| Human Services                | Black               | Elizabeth    | Ms.    | Human Resources Administrator         | Countryside Assoc. for People with Disabilities | Palatine          | IL    |  |
| Human Services                | Bruski              | Mitch        | Mr.    | Executive Director                    | Kenneth Young Center                            | Elk Grove         | IL    |  |
| Human Services                | Ferguson            | Denis        | Mr.    | Private Practice                      |   | Elk Grove Village | IL    |  |
| Human Services                | Flores-Fehrenbacher | April        | Ms.    | Manager of Latina Outreach Services   | WINGS Program                                   | Palatine          | IL    |  |
| Human Services                | Jeffers             | Shawn        | Mr.    | Executive Director                    | Little City Foundation                          | Palatine          | IL    |  |
| Human Services                | Johnson             | Bruce        | Mr.    | Executive Director                    | NICASA  | Round Lake        | IL    |  |
| Human Services                | Karno               | Deena        | Ms.    | Staff Educator                        | Council for Jewish Elderly Senior Life          | Skokie            | IL    |  |
| Human Services                | Levington           | Caryn        | Ms.    | Psychologist, Health Services         | William Rainey Harper College                   | Palatine          | IL    |  |

| Program                                  | LastName     | FirstName | Gender | JobTitle                            | Company                                | City              | State |  |
|--|--------------|-----------|--------|-------------------------------------|--|-------------------|-------|--|
| Human Services                           | Michelini    | Elaine    | Ms.    | WINGS Friends of the Safe House     | Oakton Community College               | Glenview          | IL    |  |
| Human Services                           | Millin       | Kathy     | Ms.    | Executive Director                  | Palatine Opportunity Center            | Palatine          | IL    |  |
| Human Services                           | Novak        | Joseph    | Mr.    | Director of Mental Health           | Northwest Community Hospital           | Arlington Heights | IL    |  |
| Human Services                           | Parr         | Mark      | Mr.    | Executive Director                  | Children's Advocacy Center             | Hoffman Estates   | IL    |  |
| Human Services                           | Rodriguez    | Carlos    | Mr.    | Counselor                           | Omni Youth Services                    | Buffalo Grove     | IL    |  |
| Human Services                           | Stull        | Todd      | Mr.    | LCSW, Clinical Director             | Journeys from PADS to Hope             | Palatine          | IL    |  |
| Human Services                           | Walker       | LaTonya   | Ms.    | Director of Program Development     | WINGS Program                          | Palatine          | IL    |  |
| Interior Design                          | Borsheim     | Wayne     | Mr.    | Sales Representative                | Designtex                              | Chicago           | IL    |  |
| Interior Design                          | Hajduk       | Lynn      | Ms.    | Owner                               | L.H. Interiors, Inc.                   | Chicago           | IL    |  |
| Interior Design                          | Martin       | Vicki     | Ms.    | Owner                               | Chicago Design Team                    | Arlington Heights | IL    |  |
| Interior Design                          | Miller       | Howard    | Mr.    | Owner                               | Howard Miller Kitchens Baths Additions | Northbrook        | IL    |  |
| Interior Design                          | Miller       | Rosanne   | Ms.    | Principal Designer                  | Howard Miller Kitchens Baths Additions | Northbrook        | IL    |  |
| Interior Design                          | Mott         | Jacque    | Ms.    | Coordinator                         | William Rainey Harper College          | Palatine          | IL    |  |
| Interior Design                          | Olsen        | Mary Lynn | Ms.    | Consultant                          | Olsen Designs                          | Addison           | IL    |  |
| Interior Design                          | Sparling     | Cathy     | Ms.    | Owner                               | C SPAR Designs                         | Addison           | IL    |  |
| Interior Design                          | Wajda        | Gerry     | Ms.    | Owner                               | Wajda Designs                          | Palatine          | IL    |  |
| Interior Design                          | Widicker-Gow | Glenna    | Ms.    | Owner                               | Nelco Interiors Corp.                  | Palatine          | IL    |  |
| Law Enforcement & Justice Administration | Alsup        | Mike      | Mr.    | Chief of Public Safety              | William Rainey Harper College          | Palatine          | IL    |  |
| Law Enforcement & Justice Administration | Dunne        | Jamie     | Mr.    | Chief of Police                     | Prospect Heights Police Department     | Prospect Heights  | IL    |  |
| Law Enforcement & Justice Administration | Goy          | Mike      | Mr.    | Crime Prevention Officer            | Lake Forest Police Department          | Lake Forest       | IL    |  |
| Law Enforcement & Justice Administration | Haas         | Robert    | Mr.    | Chief of Police                     | Inverness Police Department            | Inverness         | IL    |  |
| Law Enforcement & Justice Administration | Herdegen     | Clint     | Mr.    | Chief of Police                     | Libertyville Police Department         | Libertyville      | IL    |  |
| Law Enforcement & Justice Administration | Hish         | Mike      | Mr.    | Chief of Police                     | Hoffman Estates Police Department      | Hoffman Estates   | IL    |  |
| Law Enforcement & Justice Administration | Johnson      | Jeffrey   | Mr.    | Sr. Corp. Counsel/Asst. US Attorney | Motorola                               | Schaumburg        | IL    |  |

| Program                                  | LastName  | FirstName | Gender | JobTitle                                  | Company                                    | City              | State |  |
|--|-----------|-----------|--------|---|--|-------------------|-------|--|
| Law Enforcement & Justice Administration | Johnson   | Wayne     | Dr.    | Coordinator, LEJ                          | William Rainey Harper College              | Palatine          | IL    |  |
| Law Enforcement & Justice Administration | Keeler    | Herb      | Mr.    | Forensic Investigator                     | Chicago Police Department                  | Chicago           | IL    |  |
| Law Enforcement & Justice Administration | Koziol    | John      | Mr.    | Chief of Police                           | Palatine Police Department                 | Palatine          | IL    |  |
| Law Enforcement & Justice Administration | Morris    | Bruce     | Mr.    | Retired Chief of Police                   |  | Wheeling          | IL    |  |
| Law Enforcement & Justice Administration | Sater     | Randy     | Mr.    | Retired Deputy Chief                      | Bloomington Police Department              | Bartlett          | IL    |  |
| Law Enforcement & Justice Administration | Schmidt   | Stephen   | Mr.    | Chief of Police                           | Elk Grove Police Department                | Elk Grove Village | IL    |  |
| Law Enforcement & Justice Administration | Walton    | Thomas    | Mr.    | Retired Deputy Chief                      |  | Chicago           | IL    |  |
| Maintenance Technology                   | Billsten  | Kurt      | Mr.    | Coordinator                               | William Rainey Harper College              | Palatine          | IL    |  |
| Maintenance Technology                   | Gomoll    | Aaron     | Mr.    | Technical Sales Representative            | Lincoln Electric Company                   | Bolingbrook       | IL    |  |
| Maintenance Technology                   | Grossmann | Robert    | Mr.    | Owner                                     | Grossman Electric                          | Rolling Meadows   | IL    |  |
| Maintenance Technology                   | Hamann    | Greg      | Mr.    | Territorial Sales Manager                 | Rockford Industrial Welding Supply         | Crystal Lake      | IL    |  |
| Maintenance Technology                   | Hansen    | Edward    | Mr.    | Custodial Foreman                         | C.C.S.D. #15 (Palatine)                    | Palatine          | IL    |  |
| Maintenance Technology                   | Herman    | Steve     | Mr.    | Engineering Technician                    | Underwriters Laboratories Inc.             | Northbrook        | IL    |  |
| Maintenance Technology                   | Kaiser    | Matthew   | Mr.    | Teacher                                   | Evanston Township High School              | Evanston          | IL    |  |
| Maintenance Technology                   | Nannini   | Gino      | Mr.    | Director of Plant Operations              | Peer Companies/North Chicago               | Schaumburg        | IL    |  |
| Maintenance Technology                   | Nannini   | Mark      | Mr.    | Director of Finance                       | City of Crystal Lake                       | Crystal Lake      | IL    |  |
| Maintenance Technology                   | Steinbach | Tom       | Mr.    | Manufacturing & Machining Instructor      | Wheeling High School                       | Wheeling          | IL    |  |
| Maintenance Technology                   | Tomaso    | Joseph    | Mr.    | Manager                                   | Loyola University Medical Center Phy Plant | Maywood           | IL    |  |
| Manufacturing Technology                 | Billsten  | Kurt      | Mr.    | Coordinator                               | William Rainey Harper College              | Palatine          | IL    |  |
| Manufacturing Technology                 | Carr      | Jim       | Mr.    | President & CEO                           | Carr Machine & Tool, Inc.                  | Elk Grove Village | IL    |  |
| Manufacturing Technology                 | Erbach    | Tom       | Mr.    | Business Consultant, Workforce and Strate | William Rainey Harper College              | Palatine          | IL    |  |

| Program                       | LastName   | FirstName | Gender | JobTitle                             | Company                        | City              | State |  |
|-------------------------------|------------|-----------|--------|--------------------------------------|--------------------------------|-------------------|-------|--|
| Manufacturing Technology      | Iverson    | Terry     | Mr.    | President & CEO                      | Iverson & Company/Champion Now | Des Plaines       | IL    |  |
| Manufacturing Technology      | Nannini    | Gino      | Mr.    | Director of Plant Operations         | Peer Companies/North Chicago   | Schaumburg        | IL    |  |
| Manufacturing Technology      | Nannini    | Mark      | Mr.    | Director of Finance                  | City of Crystal Lake           | Crystal Lake      | IL    |  |
| Manufacturing Technology      | Steinbach  | Tom       | Mr.    | Manufacturing & Machining Instructor | Wheeling High School           | Wheeling          | IL    |  |
| Manufacturing Technology      | Urban      | Ron       | Mr.    | Owner                                | Absolute Turn, Inc.            | Wheeling          | IL    |  |
| Medical Office Administration | Biangamano | Sandy     | Ms.    | Transcriptionist                     | Central DuPage Hospital        | Schaumburg        | IL    |  |
| Medical Office Administration | Calandra   | Karen     | Ms.    | Medical Office Manager               |                                | Rolling Meadows   | IL    |  |
| Medical Office Administration | French     | Kim       | Ms.    | R.N., Office Manager                 | Suburban Lung Associates, S.C. | Elk Grove Village | IL    |  |
| Medical Office Administration | Jedd       | Jean      | Ms.    | LPN, Phlebotomy Coordinator/Adjunct  | William Rainey Harper College  | Elk Grove Village | IL    |  |
| Medical Office Administration | Kale-Smith | Geri      | Ms.    | Coordinator                          | William Rainey Harper College  | Palatine          | IL    |  |
| Medical Office Administration | Kleinfeld  | Bonnie    | Ms.    | CMA                                  |                                | Buffalo Grove     | IL    |  |
| Medical Office Administration | Kram       | Colinda   | Ms.    | Harper Faculty-Practicum Coord.      | William Rainey Harper College  | Palatine          | IL    |  |
| Medical Office Administration | Lafin      | Rosalie   | Ms.    | Adjunct Faculty                      | William Rainey Harper College  | Cary              | IL    |  |
| Medical Office Administration | McGill     | Victoria  | Ms.    | R.N., Home Health Nurse/Adjunct      | William Rainey Harper College  | Streamwood        | IL    |  |
| Medical Office Administration | Preston    | Nancy     | Ms.    | Adjunct Instructor                   | William Rainey Harper College  | Palatine          | IL    |  |
| Medical Office Administration | Stoffregen | Julie     | Ms.    | CMA                                  | OAD Orthopedics                | Elk Grove Village | IL    |  |
| Paralegal Studies             | Guymon     | Paul      | Dr.    | Coordinator                          | William Rainey Harper College  | Palatine          | IL    |  |
| Paralegal Studies             | Kregel     | Carol     | Ms.    | Student                              |                                | Fox River Grove   | IL    |  |
| Paralegal Studies             | McGill     | Victoria  | Ms.    | General Public                       |                                | Streamwood        | IL    |  |
| Paralegal Studies             | Merzon     | Melvin    | Mr.    | Attorney/Adjunct Faculty             |                                | Buffalo Grove     | IL    |  |
| Paralegal Studies             | Perik      | Sharon    | Ms.    | Retired Paralegal                    | Allstate Insurance             | Northbrook        | IL    |  |
| Paralegal Studies             | Przbycien  | Dorothea  | Ms.    | Paralegal                            | Great American Insurance Co.   | Schaumburg        | IL    |  |
| Paralegal Studies             | Rekash     | Christine | Ms.    | Paralegal                            | U.S. Department of Justice     | Woodridge         | IL    |  |
| Paralegal Studies             | Thompson   | Sue       | Ms.    | Paralegal                            |                                | Rolling Meadows   | IL    |  |

| Program               | LastName   | FirstName | Gender | JobTitle                          | Company                                       | City                 | State |           |
|-----------------------|------------|-----------|--------|-----------------------------------|---|----------------------|-------|-----------|
| Paralegal Studies     | Wise       | Juthika   | Ms.    | Office Mgr. Rep                   | Freeborn & Peters<br>LLP                      | Chicago              | IL    |           |
| Practical Nursing     | Barker     | Suzanne   | Ms.    | Coordinator, HC/PN                | William Rainey<br>Harper College              | Palatine             | IL    | New FY 13 |
| Practical Nursing     | Belbouck   | Greg      | Mr.    | Human Resource Director           | Hospice & Palliative<br>Care of N.E. IL       | Barrington           | IL    | New FY 13 |
| Practical Nursing     | Blatter    | Pamela    | Ms.    | Director of Nursing               | Friendship Village                            | Schaumburg           | IL    | New FY 13 |
| Practical Nursing     | Brown      | Deanna    | Ms.    | Clinical Educator                 | Lutheran Home                                 | Arlington<br>Heights | IL    | New FY 13 |
| Practical Nursing     | Cousins    | Rose      | Ms.    | Director of Nursing               | Marklund Children's<br>Home in<br>Bloomington | Bloomington          | IL    |           |
| Practical Nursing     | Dagian     | Cathy     | Ms.    | RN, Health & Human Services Dept. | Village of Hoffman<br>Estates                 | Hoffman<br>Estates   | IL    |           |
| Practical Nursing     | Detloff    | Eva       | Ms.    | RN, Nursing Supervisor            | Early Learning Center                         | Barrington           | IL    |           |
| Practical Nursing     | Dobbs      | Vicky     | Ms.    | Director of Nursing               | Lutheran Home                                 | Arlington<br>Heights | IL    |           |
| Practical Nursing     | Jung       | Debbie    | Ms.    | RN                                | Medical Pediatrics                            | Arlington<br>Heights | IL    |           |
| Practical Nursing     | Paloma     | Connie    | Ms.    | Director of Nursing               | Claremont Buffalo<br>Grove                    | Buffalo Grove        | IL    |           |
| Radiologic Technology | Butler     | Jeanne    | Ms.    | R.T., Clinical Instructor         | Centegra Hospital<br>McHenry                  | McHenry              | IL    |           |
| Radiologic Technology | Devoney    | Jeremy    | Mr.    | Student Representative            |   | Schaumburg           | IL    | New FY 13 |
| Radiologic Technology | Dobbs      | Cynthia   | Ms.    | R.T., Clinical Instructor         | Alexian Brothers<br>Medical Center RAD        | Elk Grove<br>Village | IL    |           |
| Radiologic Technology | Gianopulos | Harold    | Dr.    | M.D.                              |   | Barrington           | IL    |           |
| Radiologic Technology | Hackett    | Anne      | Ms.    | R.T., Mammography Super/Coord     | Northwest<br>Community<br>Healthcare          | Arlington<br>Heights | IL    |           |
| Radiologic Technology | Harris     | Barbara   | Ms.    | R.T., Clinical Instructor         | Northwest<br>Community<br>Healthcare, RAD     | Arlington<br>Heights | IL    |           |
| Radiologic Technology | Heimann    | Joe       | Mr.    | R.T.                              | Northwest<br>Community Hospital               | Mt. Prospect         | IL    |           |
| Radiologic Technology | Hess       | Leslye    | Ms.    | M.A.,M.Ed.,R.T., Coordinator      | William Rainey<br>Harper College              | Palatine             | IL    |           |
| Radiologic Technology | Hood       | Mary      | Ms.    | M.A.,R.T., Clinical Coordinator   | William Rainey<br>Harper College              | Palatine             | IL    |           |
| Radiologic Technology | Jung       | Steven    | Mr.    | Director, Diagnostic Imaging      | Alexian Brothers<br>Medical Center            | Elk Grove            | IL    |           |

| Program                          | LastName     | FirstName | Gender | JobTitle                            | Company                                 | City              | State |           |
|----------------------------------|--------------|-----------|--------|-------------------------------------|---|-------------------|-------|-----------|
| Radiologic Technology            | Karastanovic | Merima    | Ms.    | R.T., Clinical Instructor           | Children's Memorial Hospital Radiology  | Chicago           | IL    |           |
| Radiologic Technology            | Ladas        | Mark      | Mr.    | R.T. Clinical Instructor            | Rush University Medical Center          | Chicago           | IL    |           |
| Radiologic Technology            | Peculis      | Bernie    | Mr.    | Director of Medical Imaging         | Rush University Medical Center          | Chicago           | IL    |           |
| Radiologic Technology            | Rizo         | Nancy     | Ms.    | R.T.                                | Northwest Community Hospital            | Elgin             | IL    |           |
| Radiologic Technology            | Roemelt      | Doug      | Mr.    | Student Representative              |   | Palatine          | IL    | New FY 13 |
| Radiologic Technology            | Silos        | Wendy     | Ms.    | R.T. Clinical Instructor/Supervisor | Mount Sinai Hospital, Radiology         | Chicago           | IL    | New FY 13 |
| Radiologic Technology            | Verkuilen    | Pam       | Ms.    | R.T., Clinical Instructor           | St. Alexius Medical Center RAD          | Hoffman Estates   | IL    |           |
| Refrigeration & Air Conditioning | Attia        | Michael   | Mr.    | President                           | Johnstone Supply                        | Niles             | IL    |           |
| Refrigeration & Air Conditioning | Carr         | Patrick   | Mr.    | Sales Training Manager              | Four Seasons Heating & Air Conditioning | Chicago           | IL    |           |
| Refrigeration & Air Conditioning | Coates       | Jim       | Mr.    | Educational Training Administrator  | Local 399 Operations Engineers          | Chicago           | IL    |           |
| Refrigeration & Air Conditioning | Erbach       | Andy      | Mr.    | Energy Management Coordinator       | Elgin Community College                 | Elgin             | IL    |           |
| Refrigeration & Air Conditioning | Falotico     | Paul      | Mr.    | Production Resource Manager         | Haskris Company                         | Elk Grove Village | IL    |           |
| Refrigeration & Air Conditioning | Mack         | Mike      | Mr.    | Tech Training Manager               | Trane Chicago Service                   | Willowbrook       | IL    |           |
| Refrigeration & Air Conditioning | Mammoser     | Mike      | Mr.    | Service Technician                  |   | Prospect Heights  | IL    |           |
| Refrigeration & Air Conditioning | Piper        | Linda     | Ms.    | Service Sales Representative        | Atomatic Mechanical Services, Inc.      | Arlington Heights | IL    |           |
| Refrigeration & Air Conditioning | Rieck        | Bob       | Mr.    | Tech Training Manager               | Trane Chicago Service                   | Willowbrook       | IL    | New FY 13 |
| Refrigeration & Air Conditioning | Rowe         | Ed        | Mr.    | Production Manager                  | Haskris                                 | Elk Grove Village | IL    |           |
| Refrigeration & Air Conditioning | Ruiz         | Glen      | Mr.    | Vice President, Service             | Atomatic Mechanical Services, Inc.      | Arlington Heights | IL    | New FY 13 |
| Refrigeration & Air Conditioning | Tegtmeyer    | Pip       | Ms.    | VP Sales & Marketing                | Johnstone Supply                        | Naperville        | IL    |           |
| Refrigeration & Air Conditioning | Vital        | Jose A.   | Mr.    | Coordinator/Instructor              | William Rainey Harper College           | Palatine          | IL    |           |

| Program                          | LastName  | FirstName | Gender | JobTitle                              | Company  | City              | State |           |
|----------------------------------|-----------|-----------|--------|---------------------------------------|--|-------------------|-------|-----------|
| Refrigeration & Air Conditioning | Wilds     | Jack      | Mr.    | Service Group                         | Althoff Industries                                   | Crystal Lake      | IL    |           |
| Registered Nurse                 | Ackerson  | Alanna    | Ms.    | Nursing Educator                      | Northwest Community Hospital                         | Arlington Heights | IL    |           |
| Registered Nurse                 | Anderson  | Cindy     | Ms.    | Manager PICU/PACU                     | Shriners Hospital                                    | Chicago           | IL    |           |
| Registered Nurse                 | Anderson  | Barb      | Ms.    | Nursing Faculty                       | William Rainey Harper College                        | Palatine          | IL    |           |
| Registered Nurse                 | Budzinsky | Chris     | Ms.    | VP, CNO Alexian Acute Ministries      | St. Alexius Medical Center                           | Hoffman Estates   | IL    |           |
| Registered Nurse                 | Clementi  | Pamela    | Ms.    | Manager, Nursing Education LUMC       | Loyola University Medical Center                     | Maywood           | IL    |           |
| Registered Nurse                 | D'Agosino | Julie     | Ms.    | Director of Nursing                   | William Rainey Harper College                        | Palatine          | IL    |           |
| Registered Nurse                 | Gas       | Margaret  | Ms.    | Director of Nursing                   | Oakton Community College                             | Des Plaines       | IL    | New FY 13 |
| Registered Nurse                 | Grace     | Eileen    | Ms.    | Chief Nursing Officer                 | Hospice and Palliative Care of Northeastern Illinois | Barrington        | IL    |           |
| Registered Nurse                 | Graf      | Elaine    | Ms.    | Research and Funding Coordinator      | Lurie Children's Hospital                            | Chicago           | IL    | New FY 13 |
| Registered Nurse                 | Gross     | Melissa   | Ms.    | Graduate                              |  | Rolling Meadows   | IL    |           |
| Registered Nurse                 | Hartman   | Pat       | Ms.    | Director of Nursing Education         | St. Alexius Medical Center                           | Hoffman Estates   | IL    |           |
| Registered Nurse                 | Kane      | Mary      | Ms.    | Nurse Educator, Patient Care Services | Alexian Brothers Medical Center                      | Elk Grove Village | IL    |           |
| Registered Nurse                 | Koran     | Zeb       | Ms.    | Director of Professional Practice     | Northwest Community Hospital                         | Arlington Heights | IL    |           |
| Registered Nurse                 | Kubala    | Sandy     | Ms.    | Nurse Consultant                      |  | Park Ridge        | IL    |           |
| Registered Nurse                 | Leski     | Joanne    | Ms.    | Curriculum Coordinator, Nursing       | William Rainey Harper College                        | Palatine          | IL    |           |
| Registered Nurse                 | Luxton    | Cindy     | Ms.    | Nurse Consultant                      |  | Malta             | IL    | New FY 13 |
| Registered Nurse                 | Manke     | Jamie     | Ms.    | Human Resources Recruiter             | DuPage Medical Group                                 | Downers Grove     | IL    |           |
| Registered Nurse                 | Norberg   | Renee     | Ms.    | Director of Nursing                   | Good Shepherd Hospital                               | Barrington        | IL    |           |
| Registered Nurse                 | Peterson  | Mary Jo   | Ms.    | Nurse                                 | Riley School   | Arlington Heights | IL    |           |
| Registered Nurse                 | Selsky    | Connie    | Ms.    | Clinical Director                     | Northwest Community Hospital                         | Arlington Heights | IL    |           |
| Registered Nurse                 | Uhlken    | Connie    | Ms.    | Nursing Program Coordinator           | Northern Illinois University                         | DeKalb            | IL    |           |

| Program                    | LastName  | FirstName  | Gender | JobTitle  | Company                                   | City              | State |  |
|----------------------------|-----------|------------|--------|---|---|-------------------|-------|--|
| Sign Language Interpreting | Alford    | Sherry     | Ms.    | Asst. Dir., Interpreter Services                  | Chicago Hearing Society                   | Chicago           | IL    |  |
| Sign Language Interpreting | Baker     | Jean       | Ms.    | Rehabilitation Services Advisor                   |   | Elmhurst          | IL    |  |
| Sign Language Interpreting | Fairwood  | Babs       | Ms.    | Instructor & Tutor, Retd.                         |   | Hoffman Estates   | IL    |  |
| Sign Language Interpreting | Fiske     | Joan       | Ms.    | Coordinator                                       | William Rainey Harper College             | Palatine          | IL    |  |
| Sign Language Interpreting | Gratzke   | Vicki Lynn | Ms.    | Sign Language Instructor                          | Blackwell School                          | Hoffman Estates   | IL    |  |
| Sign Language Interpreting | Janssen   | Karen      | Ms.    | Contract/Freelance Interpreter                    |   | Lombard           | IL    |  |
| Sign Language Interpreting | Raci      | Al         | Mr.    | Contract/Freelance Interpreter                    |   | Downers Grove     | IL    |  |
| Sign Language Interpreting | Streit    | Becki      | Ms.    | Assistant Superintendent for Educational Services | Community Consolidated School District 59 | Arlington Heights | IL    |  |
| Sign Language Interpreting | Wolf      | Harvey     | Dr.    | Clinical Psychologist                             | Northwest Community Healthcare            | Arlington Heights | IL    |  |
| Welding Technology         | Bax       | Darrin     | Mr.    | President   | The Metal Barn                            | Bartlett          | IL    |  |
| Welding Technology         | Billsten  | Kurt       | Mr.    | Coordinator                                       | William Rainey Harper College             | Palatine          | IL    |  |
| Welding Technology         | Gomoll    | Aaron      | Mr.    | Technical Sales Representative                    | Lincoln Electric Company                  | Bolingbrook       | IL    |  |
| Welding Technology         | Grossmann | Robert     | Mr.    | Owner   | Grossman Electric                         | Rolling Meadows   | IL    |  |
| Welding Technology         | Hamann    | Greg       | Mr.    | Territorial Sales Manager                         | Rockford Industrial Welding Supply        | Crystal Lake      | IL    |  |
| Welding Technology         | Kaiser    | Matthew    | Mr.    | Teacher   | Evanston Township High School             | Evanston          | IL    |  |
| Welding Technology         | Nelson    | Scott      | Mr.    | Adjunct Instructor                                | William Rainey Harper College             | Palatine          | IL    |  |
| Welding Technology         | Phan      | Adam       | Mr.    | Welder-Fabricator                                 | Webber Stephan Productgs LLC              | Palatine          | IL    |  |

**Subject:** Affiliation Agreement with Resurrection Senior Services (to be known as Presence Ballard Nursing Center) for Harper College's Dietetic Technician Program

**Recommended by:**

Dr. Judith Marwick, Provost

**Description**

An Affiliation Agreement is required between Harper College and affiliating agencies that provide clinical education for students in health career programs. Resurrections Senior Services-RHC d/b/a Presence Ballard Nursing Center requires use of their Affiliation Agreement rather than the Harper College Standard Agreement.

**Information**

Upon approval by the Board, the Dean of Career Programs will be authorized to sign this agreement and all renewals of affiliation agreements with this clinical site.

**Rationale**

The Dietetic Technician program seeks to establish Resurrections Senior Services-RHC d/b/a Presence Ballard Nursing Center as an affiliated site for Harper College students' clinical experience.

**Funding Source**

Not applicable to this exhibit.

## MASTER AFFILIATION AGREEMENT

This Master Affiliation Agreement ("**Agreement**") entered into effective December 1, 2012 (the "**Effective Date**") by and between William Rainey Harper College ("**COLLEGE**"), and Resurrection Senior Services d/b/a Ballard Nursing Center, to be known as Presence Senior Services-RHC d/b/a Presence Ballard Nursing center, an Illinois not-for-profit corporation ("**FACILITY**") (each a "**Party**" and collectively, the "**Parties**").

**WHEREAS**, the **COLLEGE** is authorized under section 3-40 of the Public Community Act (110 ILCS 805\3-40) to enter into contracts with any person, organization, association or governmental agency to provide or secure educational services.

**WHEREAS**, the **COLLEGE** and the **FACILITY** acknowledge a public obligation to contribute to education in Health Careers for the benefit of students and for community needs.

**WHEREAS**, the **COLLEGE** has established programs in Health Careers which require educational facilities in clinical practice.

**WHEREAS**, the **FACILITY** has clinical facilities suitable for the educational needs of the **Program(s)** referenced in the attached Addendum ("**Program(s)**").

**WHEREAS**, it is to the mutual benefit of both the **COLLEGE** and the **FACILITY** that students have opportunities for clinical education as students and future practitioners.

**WHEREAS**, the **COLLEGE** and **FACILITY** agree that this Agreement is for the sole and limited purpose of providing clinical experience for students in the **Program(s)** at Harper College. Nothing herein shall be deemed to create any association, partnership, joint venture, or principal-agency relationship between the **COLLEGE** and the **FACILITY**.

**NOW, THEREFORE**, in consideration of the foregoing, and the terms and conditions set forth herein, the Parties hereby agree as follows:

### COLLEGE RESPONSIBILITIES

1. The **COLLEGE** assumes full responsibility for offering an educational program eligible for accreditation by the Department of Professional Regulation of the State of Illinois, or other appropriate accrediting agencies.

2. The **COLLEGE** will provide the appropriate Faculty for the Health Career students who are both qualified teachers and competent registered practitioners ("**Faculty**").
3. Through the Faculty the **COLLEGE** will plan, develop, implement and be responsible for appropriate clinical instruction and evaluation of the students.
4. The **COLLEGE** will provide an orientation period during which Faculty can become familiar with the rules, regulations and policies and procedures of the **FACILITY ("**FACILITY Policies**")** and the **FACILITY** site before instructing students.
5. The Parties will jointly develop a Curriculum Plan with clinical learning objectives for using the **FACILITY'S** clinical areas to meet the educational goals of the curriculum in the Program(s).
6. The **COLLEGE** will require that the Faculty be responsible for learning and observing the policies and regulations of **COLLEGE** and **FACILITY** Policies as they apply to the circumstances of clinical teachings.
7. The **COLLEGE** is responsible to assure the **FACILITY** that students and Faculty assigned to the **FACILITY** for clinical instruction meet both **COLLEGE** and **FACILITY** standards of health and have the academic ability to profit from the experience. The **COLLEGE** shall advise all students and Faculty assigned to or making use of the clinical area of the **FACILITY** that they must meet all health requirements of the **FACILITY**. The **COLLEGE** will inform the students and Faculty of the immunization requirements of the **FACILITY**. The **COLLEGE** will furnish to the **FACILITY**, at the commencement of each internship, verification from the students and Faculty that each has complied with such health requirements, including all immunization requirements.
8. A criminal background check that complies with the Illinois Healthcare Workers Background Check Act and drug screen, as required by and acceptable to the **FACILITY** are required of each student and Faculty prior to participation in the Program. **COLLEGE** shall provide evidence that student and Faculty have met all of **FACILITY's** background and drug screening requirements, including, without limitation, fingerprinting as required for background screens. It is the **COLLEGE's** responsibility to ensure that the background check and drug screening have been completed and that the students or Faculty with unacceptable results will not participate at sites where individuals with such results are forbidden by **FACILITY** Policies.

9. The **COLLEGE** will advise participating students and Faculty of the need to comply with all applicable **FACILITY** Policies and all applicable federal, state and local laws and regulations and the standards of any applicable accrediting organization, including but not limited to The Joint Commission (“TJC”). The COLLEGE shall and shall cause the students and Faculty to protect the confidentiality of all patient information (including medical records, electronic data, radiology films, laboratory blocks, slides and billing information), and comply with all of FACILITY’s Policies on the release of protected health information and all applicable state and federal laws and regulations regarding protected health information, including the Health Insurance Portability and Accountability Act (-of 1996 and the corresponding Standards for Privacy of Individually Identifiable Health Information regulations (collectively, “**HIPPA**” ), each as amended from time to time.
10. The Parties shall agree to regularly scheduled meetings, including both selected floor personnel and administrative level representatives, for the purpose of interpreting, discussing and evaluating the educational program in health careers.
11. The **COLLEGE** agrees to procure and maintain, during the term of the Agreement, professional and general liability insurance for injury and damage to persons or property resulting from the acts or omissions of the **COLLEGE** and its Faculty and students.

The foregoing insurance policies shall be in an amount not less than One Million Dollars (\$1,000,000) per occurrence and Three Million Dollars (3,000,000) aggregate. The foregoing insurance policies may be, (A) on “an occurrence” basis, or (B) on “a claims made “basis for four (4) years after the term of this Agreement. A certificate of insurance (or copy of the insurance policy) verifying such coverage shall be delivered to FACILITY prior to the commencement of this Agreement and annually thereafter. FACILITY shall be notified at least thirty (30) days prior to cancellation, notice of cancellation, reduction, or material change in coverage. In the event the insurance is claims-made, COLLEGE represents and warrants that it will purchase appropriate tail coverage for claims, demands, or actions reported in future years for acts or omissions during the term of this Agreement. In the event of insufficient coverage as defined in this Section or lapse of such coverage, FACILITY reserves the right to terminate this Agreement immediately.

12. The **COLLEGE** agrees to indemnify, defend and hold the **FACILITY**, its directors, officers, employees agents, affiliates, successors and assigns (“Indemnified Party”) harmless from all losses, claims, liabilities, injuries, damages, and expense, including attorney’s fees that an Indemnified

Party may incur due to the **COLLEGE's** (including its students, **FACULTY** or other affiliated persons) or omissions relating to, arising out of, or in connection with this Agreement and the services to be provided hereunder. This Section shall survive termination of this Agreement.

13. With respect to activities at the **FACILITY, COLLEGE** shall, and shall cause the students and Faculty to abide by the *Ethical and Religious Directives for Catholic Health Care Services*, as promulgated by the local bishop and amended from time to time when performing under this Agreement.

### **FACILITY RESPONSIBILITIES**

1. The **FACILITY** will maintain the standards which make it eligible for approval as a clinical area for instruction in an accredited program in health careers.
2. The **FACILITY** shall determine the number of students whom it can accommodate during a given period of time, and communicate such determination to **COLLEGE**.
3. The **FACILITY** will permit the Faculty and students of the **COLLEGE** to use its patient care and patient service facilities for clinical education according to the Curriculum Plan. This Plan shall be mutually satisfactory to both the educational goals of the **COLLEGE** and the patient care standards of the **FACILITY**. Faculty and students of **COLLEGE** shall agree not to use any **FACILITY** areas for any purpose other than for the performance of services hereunder.
4. The **FACILITY** may make available for educational purposes: a desk and file for use of the instructors, classrooms, or areas where groups of students may hold pre and post conferences and discussions, and receive clinical, instruction from the Faculty.
5. The **FACILITY** will permit the educational use of such supplies and equipment as are commonly available for patient care.
6. The **FACILITY** will provide the following facilities and services to **COLLEGE** students and Faculty: reasonable use of parking areas; locker and dressing areas; the same food services as are made available to members of the **FACILITY** staff.
7. The **FACILITY** will provide emergency medical care to both students and Faculty of the **COLLEGE** in case of illness or accident occurring on the premises of the **FACILITY**. If emergency care facilities are not available on the premises of the **FACILITY**, the **FACILITY** will arrange for transport

- to the nearest appropriate facility pursuant to **FACILITY** Policy. The student or Faculty member will be responsible for all costs incurred for emergency treatment unless the accident or illness is attributable to the fault of the **FACILITY**.
8. The **FACILITY** staff may participate in education at the request of the instructor. This may be in the role of resource persons, clinical experts or assisting in the planning and implementing of aspects of clinical education. Such participation will be voluntary and shall not interfere with assigned duties.
  9. Subject to **FACILITY** Policy and HIPAA, the **FACILITY** will provide access to: charts, nursing station references; procedure guides, policy manuals; clinical references including medical dictionaries, pharmacology references, diagnostic test guides and standard references for educational purposes.
  10. The **FACILITY** may refuse educational access to its clinical areas to any **COLLEGE** personnel who do not meet its employee standards for safety, health or ethical behavior. In its sole discretion and without prior notification to **COLLEGE**, **FACILITY** may immediately remove any student or Faculty participating in a Program from the **FACILITY's** premises for behavior that **FACILITY** deems to be an immediate threat to the health or welfare of its patients, staff members, visitors or operations or a significant violation of **FACILITY** Policies. In such event, the **FACILITY** shall notify the **COLLEGE** in writing of its actions and the reasons for its actions as soon as practicable. If the **FACILITY** desires to remove a student or Faculty for any other reason, it shall notify the **COLLEGE** in writing of the reason for the removal and shall consult with the **COLLEGE** before such removal. **COLLEGE** shall remove such student from the Program at the **FACILITY** upon **FACILITY's** request.
  11. The **FACILITY** may resolve any problem situation in favor of the patient's welfare and restrict the student involved to the observer role until the incident can be clarified by the staff in charge and the instructor.
  12. The **FACILITY** staff at all times will retain responsibility for patient care. Students will have the status of learners and will not replace the **FACILITY** staff nor give services to patients apart from its educational value. Any such direct contact between a student and a patient shall be under the proximate supervision of a member of the staff of the **FACILITY**.
  13. Students are subject to the authority, policies and regulations of the **COLLEGE**. They are also subject, during clinical assignment, to the same standards as are set for **FACILITY** employees in matters relating to the welfare of patients and the standards of the **FACILITY**.

14. The **FACILITY** agrees to indemnify and hold the **COLLEGE**, its board members, employees and agents (Indemnities) harmless from all losses, claims, liabilities, injuries, damages and expense, including attorney's fees that the Indemnities may incur due to the **FACILITY'S** negligent acts or omissions. This section survives termination of this Agreement.

## **TERM AND TERMINATION**

1. The initial term of the Agreement shall begin on the Effective Date and continue for a period of one (1) year. **Thereafter, this Agreement shall automatically renew for successive one (1) year terms unless terminated pursuant to this Article.** The initial term and all renewal terms shall collectively be the "**Term**" of this Agreement.
2. This Agreement may be terminated as follows:
  - (a) **Termination Without Cause.** Either Party may terminate this Agreement at any time, without cause, upon thirty (30) days prior written notice to the other Party.
  - (b) **Termination Due to Uncured Breach.** If either Party materially breaches this Agreement, the other Party will have the right to give the breaching Party notice thereof, specifying the breach or breaches, and the breaching Party will have (30) days from the date notice is given to cure the breach. If breach is not cured within said time frame, the non-breaching Party may terminate this Agreement at any time thereafter upon written notice to the breaching Party, provided the breach then remains in effect.
  - (c) **Termination Due to Change in Law.** **FACILITY** shall have the unilateral right to terminate this Agreement, without liability, to the extent necessary to comply with any legal order issued to **FACILITY** by a federal or states department or agency or commission, or TJC, or it is reasonably determined that continued participation in this Agreement would be inconsistent with **FACILITY's** status as a Medicare or Medicaid participant or an organization described in Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, or would expose the **FACILITY** to undue risk of being deemed to have violated any law applicable to health care providers. Prior to termination of this Agreement pursuant to this Section, **FACILITY** shall first reasonable attempt to amend this Agreement in a manner that will achieve the business purposes hereof. If **FACILITY** propose an amendment to this Agreement in order to comply

with applicable law or accreditation standards, and such amendment is unacceptable to **COLLEGE**, either Party may choose to terminate this Agreement immediately upon notice at any time thereafter.

3. If applicable and reasonably feasible, **FACILITY** shall permit students then participating in any Program to complete his or her internship, even if the Program has been terminated or not renewed, with new students no longer being accepted into the Program.

### **ADDITIONAL PROVISIONS**

1. Neither Party shall make any distinction among students covered by this Agreement, on the basis of race, color, sex, creed, age, national origin or other characteristic protected under applicable federal, state or local statutes, ordinances and rules and regulations.
2. All medical records of patients treated or observed by students of **COLLEGE** shall remain at all times the sole property of **FACILITY** and may not be copied or removed from **FACILITY** by students or **COLLEGE** Faculty without the express written consent of **FACILITY**. At all times during the term of this Agreement and thereafter, students and **COLLEGE** shall protect from unauthorized disclosure all information, records, and data pertaining to **FACILITY**, its patients, staff, facilities and corporate affiliates.
3. Nothing herein shall be deemed to create any association, partnership, joint venture or agency relationship between **COLLEGE** and **FACILITY**. In the performance of their respective obligations hereunder, **COLLEGE** and **FACILITY** are at all times independent contractors and, except as may be stated in this Agreement, neither Party shall have control of the manner in which the other Party performs its work and functions. Neither Party nor their respective faculty, employees, students or agents shall be or shall claim to be the faculty, employee, student or agent of the other Party, except as may be stated in this Agreement. In that regard, **FACILITY** shall not owe any compensation to or on behalf of student's or **COLLEGE's** Faculty of the typed generally related to employment, including, but not limited to, salary, vacation, pension, insurance, workers compensation, unemployment compensation or employer's federal or state taxes.
4. Each Party represents and warrants that neither it, nor any employee, officer, director, student, Faculty or agent thereof (i) is a sanctioned person under any federal or state program or law; (ii) has been listed on the Cumulative Sanctions List of the Office of Inspector General for the United States Department of Health and Human Services for currently

sanctioned or excluded individuals or entities; (iii) has been listed in the General Services Administration's list of Parties Excluded from Federal Programs; or (iv) has been convicted of a criminal offense related to healthcare. If a Party fails to comply with the terms of this Section, the other Party shall have the right to immediately terminate this Agreement without penalty.

5. This Agreement shall not be construed under any circumstance to confer any rights or privileges on the student or any other third parties, and neither **COLLEGE** nor the **FACILITY** shall be under any obligation to any third parties, and neither **COLLEGE** nor the **FACILITY** shall be under any third party by reason of this Agreement or any term thereof.
6. All notices that may be given under this Agreement shall be in writing, addressed to the receiving Party's address set forth below or to such other address as the receiving Party may designate by notice hereunder, and shall be delivered by hand or by traceable courier service (such as Federal Express) or sent by certified or registered mail, return receipt requested:

**COLLEGE:** Harper College  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**FACILITY:** Ballard Nursing Center  
9300 Ballard Road  
Des Plaines, IL 60016  
Attention: \_\_\_\_\_

With a copy to: Provena-Resurrection Health Network  
7435 W. Talcott Ave., Suite 461  
Chicago, IL 60631  
Attention: Senior Vice President of Legal Affairs &  
General Counsel

All notices shall be deemed to have been given, if by hand or traceable courier Service, at the time of the delivery to the receiving Party at the address set forth above or to such other address as the receiving Party may designate by notice hereunder, or if sent by certified or registered mail, on the 2<sup>nd</sup> business day after such mailing.

7. The Parties expressly agree that nothing contained in this Agreement shall require either Party to refer or admit any patient to, or order any goods or services from the other Party. **COLLEGE** acknowledges that

**FACILITY** has a corporate compliance program. **COLLEGE** covenants, on behalf of its employees, Faculty and students, to comply with the requirements of the **FACILITY's** corporate compliance program and any other applicable **FACILITY** Policies (copies of which are available to **COLLEGE** upon request) with respect to activities at the **FACILITY**, and of which **FACILITY**, its employees, Faculty and/or students reasonably should be aware of.

8. This Agreement shall be governed by and construed according to the laws of the State of Illinois without regard to the conflict of law provisions thereunder.
9. This Agreement may be amended or revised from time to time by mutual written agreement of the Parties hereto. Such amendments and/or revisions shall be in the form of an amendment to this Agreement. The procedure for approval of such amendments and/or revisions shall be in accordance with the procedure used in approving the original agreement.
10. In the event that any provision or portion of this Agreement shall be declared unlawful or unconstitutional, or the applicability thereof to either Party is held invalid, the constitutionality, validity, or applicability of the remainder of this Agreement shall not be deemed affected thereby.
11. This Agreement shall be binding upon the **COLLEGE** and the **FACILITY**, their successors, employees, agents, and assigns, during the initial term of this Agreement and any extension thereof.

Signatures:

William Rainey Harper College

Resurrection Senior Services d/b/a  
Ballard Nursing Center to be known as  
Presence Senior Services-RHC d/b/a  
Presence Ballard Nursing Center

By: \_\_\_\_\_

By: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Title: Dean, Career Programs  
Harper College

Date: \_\_\_\_\_

Date: \_\_\_\_\_

## **X. Consent Agenda**

### **B. Information**

- X-B.1 Monthly Financial Statements**
- X-B.2 Board Committee and Liaison Reports**
- X-B.3 Grants and Gifts Status Report**
- X-B.4 Review of Consortium,  
Cooperative and State of Illinois  
Contracts Purchasing Status  
Report**
- X-B.5 Leave of Absence**

**Subject:** Monthly Financial Statements

**Recommended by:**  
Bret Bonnstetter, Controller  
Accounting Services

**Description**

Monthly financial statements for review.

**Information**

Not applicable for this exhibit.

**Rationale**

Not applicable for this exhibit.

**Funding Source**

Not applicable for this exhibit.

**WILLIAM RAINEY HARPER COLLEGE**  
**FY 2011/2012 BUDGET AND EXPENDITURES**  
**September 30, 2012 (UNAUDITED)**

**Consent Agenda**  
**Exhibit X-B.1**  
November 14, 2012

**EDUCATION FUND**

| DIVISION  | BUDGET               | EXPENDITURES<br>YEAR TO DATE | FUTURE<br>COMMITMENTS | % PAID OR<br>COMMITTED | UNCOMMITTED<br>BALANCE |
|---|----------------------|------------------------------|-----------------------|------------------------|------------------------|
| <b>President</b>                                  |                      |                              |                       |                        |                        |
| President/Board of Trustees                       | \$ 543,111           | \$ 136,159                   | \$ 263,724            | 73.63%                 | \$ 143,228             |
| <b>Student Success</b>                            |                      |                              |                       |                        |                        |
| Provost   | \$ 951,550           | \$ 89,370                    | \$ 198,279            | 30.23%                 | \$ 663,901             |
| Acad Enrichment & Engagement                      | \$ 4,930,331         | \$ 891,175                   | \$ 2,296,936          | 64.66%                 | \$ 1,742,220           |
| Asst Provost Support Services                     | \$ 447,466           | \$ 73,758                    | \$ 150,208            | 50.05%                 | \$ 223,500             |
| Business & Social Sciences                        | \$ 7,189,837         | \$ 1,191,786                 | \$ 3,205,232          | 61.16%                 | \$ 2,792,819           |
| Liberal Arts                                      | \$ 8,602,720         | \$ 1,440,866                 | \$ 4,205,711          | 65.64%                 | \$ 2,956,143           |
| Resources for Learning                            | \$ 4,178,535         | \$ 748,360                   | \$ 1,773,301          | 60.35%                 | \$ 1,656,874           |
| Career Programs                                   | \$ 9,557,454         | \$ 1,461,289                 | \$ 3,908,710          | 56.19%                 | \$ 4,187,455           |
| Math & Science                                    | \$ 7,837,281         | \$ 1,390,644                 | \$ 3,984,259          | 68.58%                 | \$ 2,462,378           |
| Enrollment Services                               | \$ 4,272,850         | \$ 940,722                   | \$ 2,410,598          | 78.43%                 | \$ 921,530             |
| Student Affairs & WCA                             | \$ 3,025,904         | \$ 562,171                   | \$ 1,244,871          | 59.72%                 | \$ 1,218,862           |
| Student Activities                                | \$ 212,148           | \$ 39,914                    | \$ 112,567            | 71.87%                 | \$ 59,667              |
| Student Development                               | \$ 4,997,787         | \$ 1,012,329                 | \$ 2,207,777          | 64.43%                 | \$ 1,777,681           |
| Associate Provost                                 | \$ 866,596           | \$ 165,613                   | \$ 364,586            | 61.18%                 | \$ 336,397             |
| <b>Sub total</b>                                  | <b>\$ 57,070,459</b> | <b>\$ 10,007,997</b>         | <b>\$ 26,063,035</b>  | <b>63.20%</b>          | <b>\$ 20,999,427</b>   |
| <b>Finance &amp; Administrative Services</b>      |                      |                              |                       |                        |                        |
| Administrative Services                           | \$ 2,066,915         | \$ 422,407                   | \$ 1,168,023          | 76.95%                 | \$ 476,485             |
| Information Technology                            | \$ 9,455,655         | \$ 1,895,912                 | \$ 4,523,518          | 67.89%                 | \$ 3,036,225           |
| Human Resources                                   | \$ 1,735,214         | \$ 257,048                   | \$ 668,394            | 53.33%                 | \$ 809,772             |
| <b>Sub total</b>                                  | <b>\$ 13,257,784</b> | <b>\$ 2,575,367</b>          | <b>\$ 6,359,935</b>   | <b>67.40%</b>          | <b>\$ 4,322,482</b>    |
| <b>Planning &amp; Institutional Effectiveness</b> |                      |                              |                       |                        |                        |
| Institutional Effectiveness                       | \$ 1,070,373         | \$ 235,074                   | \$ 671,914            | 84.74%                 | \$ 163,385             |
| <b>Institutional Advancement</b>                  |                      |                              |                       |                        |                        |
| Advancement                                       | \$ 790,281           | \$ 157,318                   | \$ 307,705            | 58.84%                 | \$ 325,258             |
| <b>Communications</b>                             |                      |                              |                       |                        |                        |
| Publications & Com Services                       | \$ 2,695,305         | \$ 645,254                   | \$ 1,205,465          | 68.66%                 | \$ 844,586             |
| Media Comm & Gov Relations                        | \$ 602,740           | \$ 125,495                   | \$ 317,172            | 73.44%                 | \$ 160,073             |
| <b>Sub total</b>                                  | <b>\$ 3,298,045</b>  | <b>\$ 770,749</b>            | <b>\$ 1,522,637</b>   | <b>69.54%</b>          | <b>\$ 1,004,659</b>    |
| <b>Professional &amp; Continuing Education</b>    |                      |                              |                       |                        |                        |
| Continuing Ed & Business Outreach                 | \$ 161,259           | \$ 31,807                    | \$ 108,997            | 87.32%                 | \$ 20,455              |
| Workforce & Economic Developmt                    | \$ 779,156           | \$ 148,556                   | \$ 363,243            | 65.69%                 | \$ 267,357             |
| Workforce & Strategic Alliance                    | \$ 445,543           | \$ 117,570                   | \$ 259,061            | 84.53%                 | \$ 68,912              |
| <b>Sub total</b>                                  | <b>\$ 1,385,958</b>  | <b>\$ 297,933</b>            | <b>\$ 731,301</b>     | <b>74.26%</b>          | <b>\$ 356,724</b>      |
| <b>Institutional</b>                              |                      |                              |                       |                        |                        |
| Institutional                                     | \$ 15,091,233        | \$ 2,271,543                 | \$ 289,570            | 16.97%                 | \$ 12,530,120          |
| <b>Grand Total:</b>                               | <b>\$ 92,507,244</b> | <b>\$ 16,452,140</b>         | <b>\$ 36,209,821</b>  | <b>56.93%</b>          | <b>\$ 39,845,283</b>   |

Note: Future salary costs for all full-time and regular faculty and staff are encumbered as future commitments. Future commitments include salaries for adjunct faculty and overload only when these expenses enter the payroll system (which occurs during Fall, Spring and Summer semesters). Salaries are not encumbered in future commitments for temporary employees (part-time and full-time) and student aids.

**WILLIAM RAINEY HARPER COLLEGE**  
**FY 2012/2013 BUDGET AND EXPENDITURES**  
September 30, 2012 (Unaudited)

Consent Agenda  
Exhibit X-B.1  
November 14, 2012

**OPERATIONS AND MAINTENANCE FUND**

| DIVISION                                     | BUDGET               | EXPENDITURES<br>YEAR TO DATE | FUTURE<br>COMMITMENTS | % PAID OR<br>COMMITTED | UNCOMMITTED<br>BALANCE |
|--|----------------------|------------------------------|-----------------------|------------------------|------------------------|
| <b>Institutional</b>                         |                      |                              |                       |                        |                        |
| Institutional                                | \$ 1,600,776         | \$ 301,355                   | \$ 23,096             | 20.27%                 | \$ 1,276,325           |
| <b>Finance &amp; Administrative Services</b> |                      |                              |                       |                        |                        |
| Administrative Services                      | \$ 1,363,803         | \$ 251,701                   | \$ 718,329            | 71.13%                 | \$ 393,773             |
| Information Technology                       | \$ 1,619,462         | \$ 171,326                   | \$ 333,962            | 31.20%                 | \$ 1,114,174           |
| Physical Plant                               | \$ 13,399,533        | \$ 1,981,855                 | \$ 4,763,150          | 50.34%                 | \$ 6,654,528           |
| Sub total                                    | \$ 16,382,798        | \$ 2,404,882                 | \$ 5,815,441          | 50.18%                 | \$ 8,162,475           |
| <b>Grand Total:</b>                          | <b>\$ 17,983,574</b> | <b>\$ 2,706,237</b>          | <b>\$ 5,838,537</b>   | <b>47.51%</b>          | <b>\$ 9,438,800</b>    |

**AUDIT FUND**

| DIVISION             | BUDGET           | EXPENDITURES<br>YEAR TO DATE | FUTURE<br>COMMITMENTS | % PAID OR<br>COMMITTED | UNCOMMITTED<br>BALANCE |
|----------------------|------------------|------------------------------|-----------------------|------------------------|------------------------|
| <b>Institutional</b> |                  |                              |                       |                        |                        |
| Institutional        | \$ 89,300        | \$ (6,700)                   | \$ 6,700              | 0.00%                  | \$ 89,300              |
| <b>Grand Total:</b>  | <b>\$ 89,300</b> | <b>\$ (6,700)</b>            | <b>\$ 6,700</b>       | <b>0.00%</b>           | <b>\$ 89,300</b>       |

**LIABILITY, PROTECTION AND SETTLEMENT FUND**

| DIVISION             | BUDGET            | EXPENDITURES<br>YEAR TO DATE | FUTURE<br>COMMITMENTS | % PAID OR<br>COMMITTED | UNCOMMITTED<br>BALANCE |
|----------------------|-------------------|------------------------------|-----------------------|------------------------|------------------------|
| <b>Institutional</b> |                   |                              |                       |                        |                        |
| Institutional        | \$ 283,525        | \$ 17,167                    | \$ 4,205              | 7.54%                  | \$ 262,153             |
| <b>Grand Total:</b>  | <b>\$ 283,525</b> | <b>\$ 17,167</b>             | <b>\$ 4,205</b>       | <b>7.54%</b>           | <b>\$ 262,153</b>      |

**WILLIAM RAINEY HARPER COLLEGE**  
**FY 2011/2012 SALARY BUDGET AND EXPENDITURES**  
**September 30, 2012 (UNAUDITED)**

Consent Agenda  
Exhibit X-B.1  
November 14, 2012

**EDUCATION FUND**

| DIVISION  | BUDGET               | EXPENDITURES<br>YEAR TO DATE | FUTURE<br>COMMITMENTS | % PAID OR<br>COMMITTED | UNCOMMITTED<br>BALANCE |
|---|----------------------|------------------------------|-----------------------|------------------------|------------------------|
| <b>President</b>                                  |                      |                              |                       |                        |                        |
| President/Board of Trustees                       | \$ 418,865           | \$ 108,279                   | \$ 263,720            | 88.81%                 | \$ 46,866              |
| <b>Student Success</b>                            |                      |                              |                       |                        |                        |
| Provost   | \$ 557,501           | \$ 67,603                    | \$ 198,279            | 47.69%                 | \$ 291,619             |
| Acad Enrichment & Engagement                      | \$ 4,309,407         | \$ 765,967                   | \$ 2,275,048          | 70.57%                 | \$ 1,268,392           |
| Asst Provost Support Services                     | \$ 324,651           | \$ 38,544                    | \$ 128,420            | 51.43%                 | \$ 157,687             |
| Business & Social Sciences                        | \$ 6,409,888         | \$ 1,040,767                 | \$ 3,185,795          | 65.94%                 | \$ 2,183,326           |
| Liberal Arts                                      | \$ 7,627,657         | \$ 1,239,601                 | \$ 4,204,691          | 71.38%                 | \$ 2,183,365           |
| Resources for Learning                            | \$ 3,118,280         | \$ 491,076                   | \$ 1,771,227          | 72.55%                 | \$ 855,977             |
| Career Programs                                   | \$ 7,894,290         | \$ 1,181,839                 | \$ 3,775,072          | 62.79%                 | \$ 2,937,379           |
| Math & Science                                    | \$ 6,932,330         | \$ 1,181,973                 | \$ 3,963,007          | 74.22%                 | \$ 1,787,350           |
| Enrollment Services                               | \$ 3,523,383         | \$ 773,206                   | \$ 2,402,499          | 90.13%                 | \$ 347,678             |
| Student Affairs & WCA                             | \$ 2,212,742         | \$ 408,821                   | \$ 1,196,641          | 72.56%                 | \$ 607,280             |
| Student Activities                                | \$ 162,441           | \$ 30,270                    | \$ 112,567            | 87.93%                 | \$ 19,604              |
| Student Development                               | \$ 4,217,030         | \$ 775,157                   | \$ 2,206,892          | 70.71%                 | \$ 1,234,981           |
| Associate Provost                                 | \$ 625,082           | \$ 120,696                   | \$ 363,626            | 77.48%                 | \$ 140,760             |
| <b>Sub total</b>                                  | <b>\$ 47,914,682</b> | <b>\$ 8,115,520</b>          | <b>\$ 25,783,764</b>  | <b>70.75%</b>          | <b>\$ 14,015,398</b>   |
| <b>Finance &amp; Administrative Services</b>      |                      |                              |                       |                        |                        |
| Administrative Services                           | \$ 1,692,528         | \$ 349,042                   | \$ 1,162,618          | 89.31%                 | \$ 180,868             |
| Information Technology                            | \$ 6,640,721         | \$ 1,320,155                 | \$ 4,342,473          | 85.27%                 | \$ 978,093             |
| Human Resources                                   | \$ 785,781           | \$ 149,517                   | \$ 535,133            | 87.13%                 | \$ 101,131             |
| <b>Sub total</b>                                  | <b>\$ 9,119,030</b>  | <b>\$ 1,818,714</b>          | <b>\$ 6,040,224</b>   | <b>86.18%</b>          | <b>\$ 1,260,092</b>    |
| <b>Planning &amp; Institutional Effectiveness</b> |                      |                              |                       |                        |                        |
| Institutional Effectiveness                       | \$ 889,721           | \$ 189,090                   | \$ 652,216            | 94.56%                 | \$ 48,415              |
| <b>Institutional Advancement</b>                  |                      |                              |                       |                        |                        |
| Advancement                                       | \$ 628,817           | \$ 94,975                    | \$ 298,147            | 62.52%                 | \$ 235,695             |
| <b>Communications</b>                             |                      |                              |                       |                        |                        |
| Publications & Com Services                       | \$ 1,459,263         | \$ 311,719                   | \$ 1,008,417          | 90.47%                 | \$ 139,127             |
| Media Comm & Gov Relations                        | \$ 439,560           | \$ 82,073                    | \$ 311,638            | 89.57%                 | \$ 45,849              |
| <b>Sub total</b>                                  | <b>\$ 1,898,823</b>  | <b>\$ 393,792</b>            | <b>\$ 1,320,055</b>   | <b>90.26%</b>          | <b>\$ 184,976</b>      |
| <b>Professional &amp; Continuing Education</b>    |                      |                              |                       |                        |                        |
| Continuing Ed & Business Outreach                 | \$ 144,756           | \$ 28,973                    | \$ 108,997            | 95.31%                 | \$ 6,786               |
| Workforce & Economic Development                  | \$ 622,806           | \$ 117,401                   | \$ 342,385            | 73.82%                 | \$ 163,020             |
| Workforce & Strategic Alliance                    | \$ 369,382           | \$ 89,676                    | \$ 258,946            | 94.38%                 | \$ 20,760              |
| <b>Sub total</b>                                  | <b>\$ 1,136,944</b>  | <b>\$ 236,050</b>            | <b>\$ 710,328</b>     | <b>83.24%</b>          | <b>\$ 190,566</b>      |
| <b>Institutional</b>                              |                      |                              |                       |                        |                        |
| Institutional                                     | \$ 6,268             | \$ 1,400                     | \$ -                  | 22.34%                 | \$ 4,868               |
| <b>Grand Total:</b>                               | <b>\$ 62,013,150</b> | <b>\$ 10,957,820</b>         | <b>\$ 35,068,454</b>  | <b>74.22%</b>          | <b>\$ 15,986,876</b>   |

Note: Future salary costs for all full-time and regular faculty and staff are encumbered as future commitments. Future commitments include salaries for adjunct faculty and overload only when these expenses enter the payroll system (which occurs during Fall, Spring and Summer semesters). Salaries are not encumbered in future commitments for temporary employees (part-time and full-time) and student aids.

**WILLIAM RAINEY HARPER COLLEGE**  
**FY 2012/2013 SALARIES BUDGET AND EXPENDITURES**  
**September 30, 2012 (UNAUDITED)**

Consent Agenda  
Exhibit X-B.1  
November 14, 2012

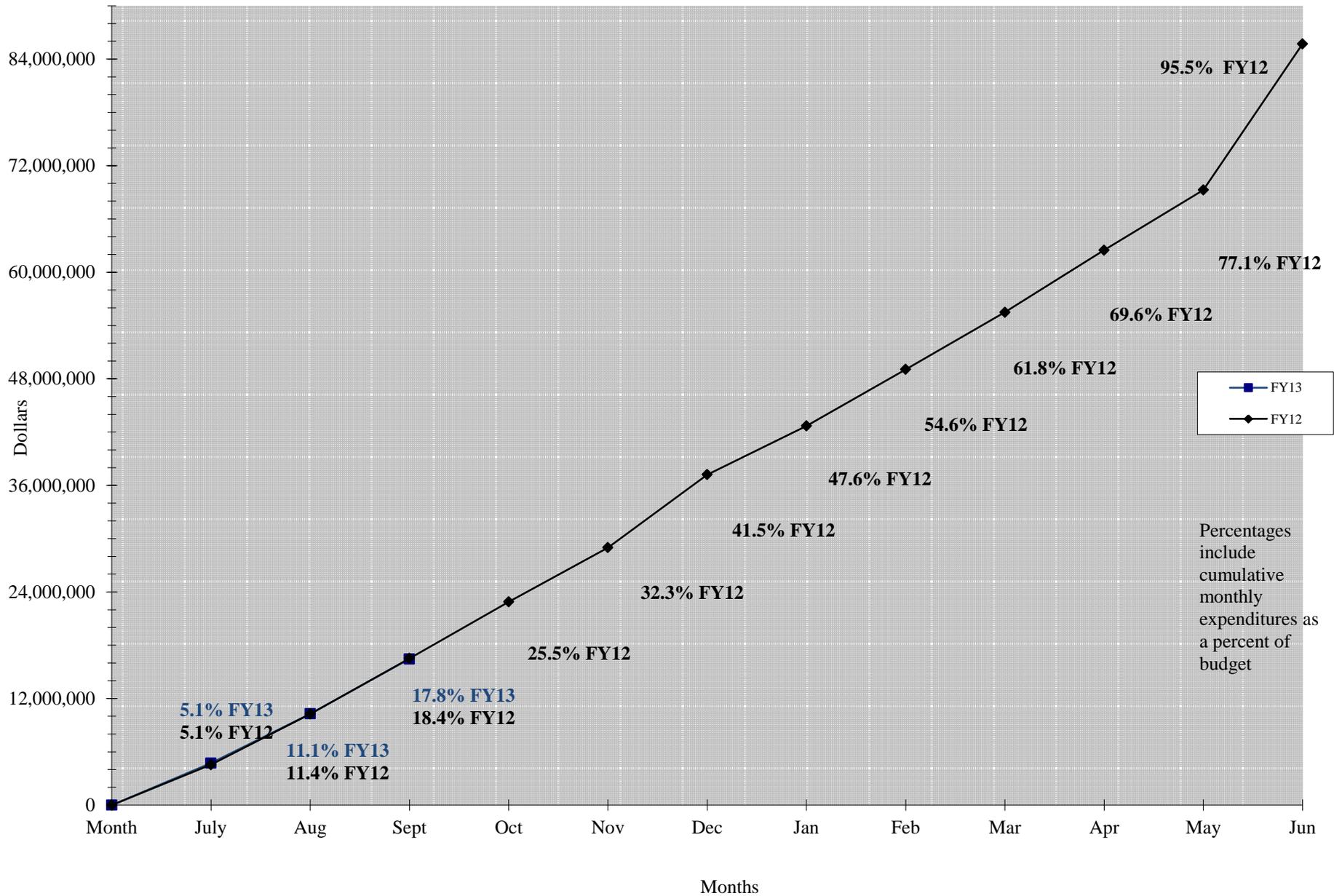
**OPERATIONS AND MAINTENANCE FUND**

| DIVISION                                     | BUDGET              | EXPENDITURES<br>YEAR TO DATE | FUTURE<br>COMMITMENTS | % PAID OR<br>COMMITTED | UNCOMMITTED<br>BALANCE |
|--|---------------------|------------------------------|-----------------------|------------------------|------------------------|
| <b>Institutional</b>                         |                     |                              |                       |                        |                        |
| Institutional                                | \$ 43,376           | \$ 4,495                     | \$ -                  | 10.36%                 | \$ 38,881              |
| <b>Finance &amp; Administrative Services</b> |                     |                              |                       |                        |                        |
| Administrative Services                      | \$ 1,110,649        | \$ 198,460                   | \$ 689,024            | 79.91%                 | \$ 223,165             |
| Information Technology                       | \$ 304,211          | \$ 51,853                    | \$ 206,242            | 84.84%                 | \$ 46,116              |
| Physical Plant                               | \$ 5,529,076        | \$ 979,885                   | \$ 3,562,234          | 82.15%                 | \$ 986,957             |
| Sub total                                    | <b>\$ 6,943,936</b> | <b>\$ 1,230,198</b>          | <b>\$ 4,457,500</b>   | <b>81.91%</b>          | <b>\$ 1,256,238</b>    |
| <b>Grand Total:</b>                          | <b>\$ 6,987,312</b> | <b>\$ 1,234,693</b>          | <b>\$ 4,457,500</b>   | <b>81.46%</b>          | <b>\$ 1,295,119</b>    |

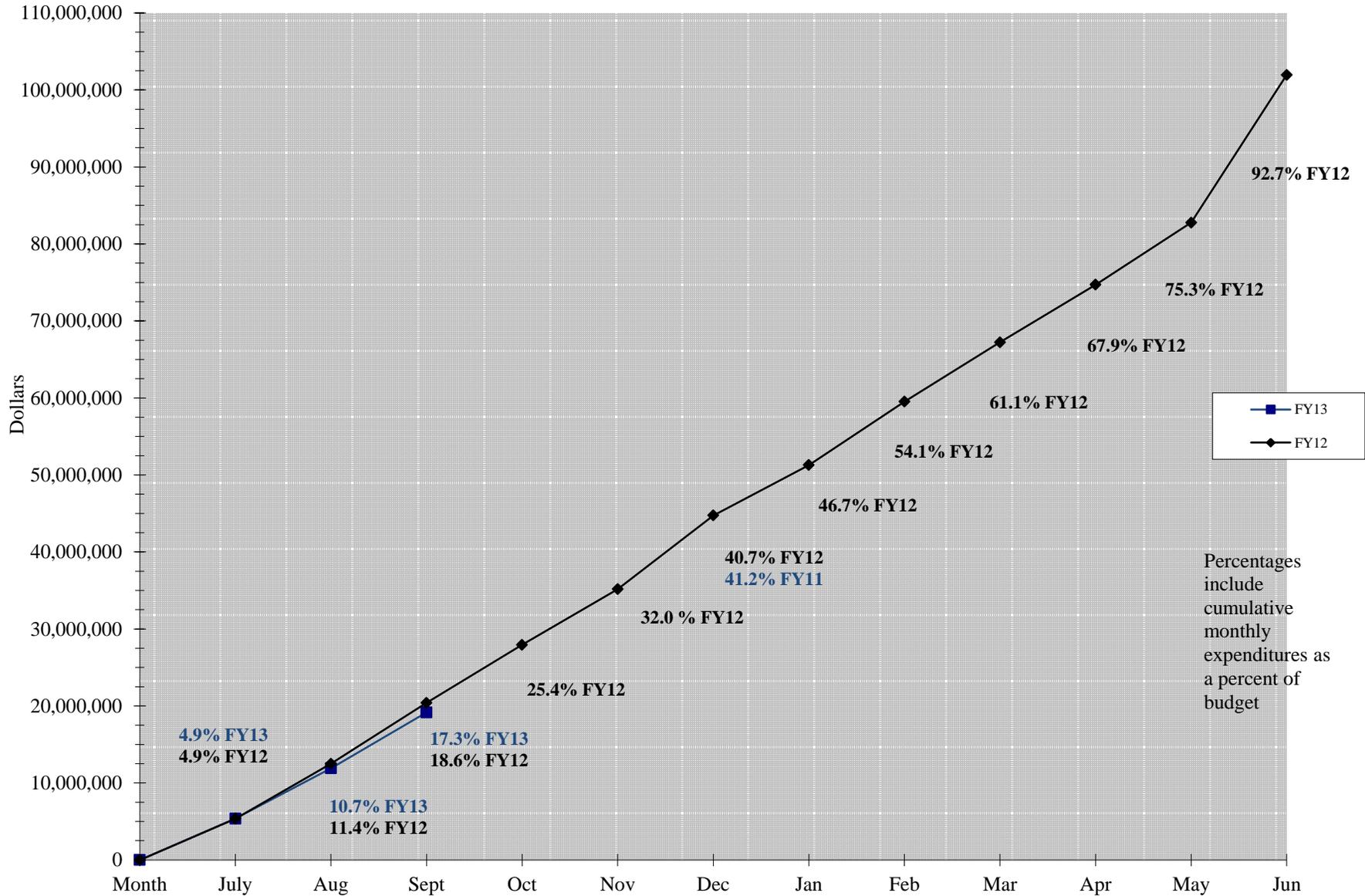
Note: Future salary costs for all full-time and regular faculty and staff are encumbered as future commitments. Future commitments include salaries for adjunct faculty and overload only when these expenses enter the payroll system (which occurs during Fall, Spring and Summer semesters). Salaries are not encumbered in

**FY 2012 & FY 2013 Education Fund (01) Expenditures  
as of September 30th (UNAUDITED)**

Consent Agenda  
Exhibit X-B.1  
November 14, 2012



**FY 2012 & FY 2013 Tax-Capped Funds Expenditures\*  
as of September 30th (UNAUDITED)**



\* Includes Education, Operations and Maintenance, Audit, and Liability, Protection, and Settlement Funds  
Months

WILLIAM RAINEY HARPER COLLEGE  
Schedule of Investments  
As of September 30, 2012

Exhibit X-B.1  
November 14, 2012

| Depository or Instrument                    | Date Purchased | Date of Maturity | Term (Days) | Rate (%) | Earnings to Maturity | Principal Invested @ September 30, 2012 | Market Value |
|---|----------------|------------------|-------------|----------|----------------------|---|--------------|
| <u>Certificates of Deposits</u>             |                |                  |             |          |                      |   |              |
| PMA/Bar Harbor Bank & Trust                 | 03/14/12       | 10/17/12         | 217         | 0.110    | 162.78               | 249,700                                 |              |
| PMA/First American Bank                     | 03/14/12       | 10/17/12         | 217         | 0.110    | 163.06               | 249,800                                 |              |
| PMA/The First, NA                           | 03/14/12       | 10/17/12         | 217         | 0.122    | 181.86               | 249,800                                 |              |
| PMA/ Associated Bank NA                     | 03/14/12       | 10/17/12         | 217         | 0.099    | 147.54               | 249,800                                 |              |
| PMA/Texas Star Bank, SSB                    | 08/22/12       | 11/21/12         | 91          | 0.192    | 119.71               | 249,800                                 |              |
| PMA/Citibank                                | 05/08/12       | 11/26/12         | 202         | 0.120    | 664.11               | 1,000,000                               |              |
| PMA/Harris Bank Palatine                    | 05/08/12       | 11/26/12         | 202         | 0.120    | 2,649.18             | 4,000,000                               |              |
| PMA/Gateway Bank of Florida                 | 05/08/12       | 11/26/12         | 202         | 0.120    | 46.50                | 70,000                                  |              |
| PMA/Gateway Bank of Florida                 | 05/08/12       | 11/26/12         | 202         | 0.120    | 49.82                | 75,000                                  |              |
| PMA/Liberty Bank MO                         | 05/08/12       | 11/26/12         | 202         | 0.120    | 165.89               | 249,700                                 |              |
| PMA/Harris Bank Palatine                    | 07/26/12       | 11/28/12         | 125         | 0.100    | 1,366.56             | 4,001,300                               |              |
| PMA/Bank of the Ozarks                      | 07/26/12       | 11/28/12         | 125         | 0.105    | 90.00                | 249,900                                 |              |
| PMA/Private Bank -MI                        | 07/26/12       | 11/28/12         | 125         | 0.104    | 89.15                | 249,900                                 |              |
| PMA/Banco Popular-North America             | 07/26/12       | 11/28/12         | 125         | 0.100    | 85.59                | 249,900                                 |              |
| PMA/Bank of the Sierra                      | 07/26/12       | 11/28/12         | 125         | 0.102    | 28.57                | 82,000                                  |              |
| PMA/Bank of the Sierra                      | 07/26/12       | 11/28/12         | 125         | 0.102    | 28.92                | 83,000                                  |              |
| PMA/Bank of the Sierra                      | 07/26/12       | 11/28/12         | 125         | 0.102    | 29.27                | 84,000                                  |              |
| PMA/American NB Fox Cities                  | 12/15/10       | 12/14/12         | 730         | 0.599    | 2,937.50             | 245,200                                 |              |
| PMA/First State Bank of Healy               | 04/23/12       | 12/21/12         | 242         | 0.100    | 99.06                | 150,000                                 |              |
| PMA/Merchants Bank of Indiana               | 04/23/12       | 12/21/12         | 242         | 0.150    | 248.41               | 249,700                                 |              |
| PMA/Old Plank Trail Community Bank-Wintrust | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/Barrington B&TC-Wintrust                | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/Libertyville B&TC-Wintrust              | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/North Shore Comm B&TC-Wintrust          | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/Hinsdale B&TC-Wintrust                  | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/Wheaton B&TC-Wintrust                   | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/Lake Forest B&TC-Wintrust               | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/St Charles B&TC-Wintrust                | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/State Bank of the Lakes B&TC-Wintrust   | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/Schaumburg B&TC-Wintrust                | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/Northbrook B&TC-Wintrust                | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/Crystal Lake B&TC-Wintrust              | 06/13/12       | 12/21/12         | 191         | 0.102    | 132.74               | 249,800                                 |              |
| PMA/East West Bank                          | 08/02/12       | 01/09/13         | 160         | 0.101    | 110.62               | 249,800                                 |              |
| PMA/Citibank                                | 04/04/12       | 01/23/13         | 294         | 0.150    | 3,624.66             | 3,000,000                               |              |
| PMA/Morton Community Bank                   | 04/23/12       | 01/23/13         | 275         | 0.150    | 281.53               | 249,700                                 |              |
| PMA/Community Bank of the Bay               | 01/27/12       | 01/28/13         | 367         | 0.200    | 500.93               | 249,100                                 |              |
| PMA/Wells Fargo Bank NA                     | 08/26/11       | 02/19/13         | 543         | 0.406    | 1,478.77             | 248,520                                 |              |
| PMA/Bank of China                           | 03/08/12       | 03/08/13         | 365         | 0.348    | 867.97               | 249,100                                 |              |
| PMA/Sovereign Bank, NA                      | 09/27/12       | 03/28/13         | 182         | 0.0008   | 98.81                | 246,269                                 |              |

|   |           |           |      |        |            |            |               |
|---|-----------|-----------|------|--------|------------|------------|---------------|
| PMA/Glacier Bank/Western Security Bank        | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Lake City Bank                            | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/MB Financial Bank, NA                     | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Amarillo National Bank                    | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Pulaski Bank                              | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/West Bank                                 | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Rockland Trust Company                    | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Bank of Ann Arbor                         | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Burke & Herbert Bank & Trust Co           | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Colombo Bank                              | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Community Bank                            | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Flagstar Bank, FSB                        | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Seaside National Bank & Trust             | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/SpiritBank                                | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/F&M Bank & Trust Company                  | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Park National Bank                        | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Washington Trust Co of Westerly           | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/TotalBank                                 | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Union Bank & Trust Company                | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/United Bank                               | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Vision Bank, National Association         | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Everbank                                  | 09/27/12  | 03/28/13  | 182  | 0.0008 | 98.81      | 246,269    |               |
| PMA/Capitol Bank                              | 09/27/12  | 03/28/13  | 182  | 0.0008 | 61.67      | 153,707    |               |
| PMA/North State Bank                          | 09/27/12  | 03/28/13  | 182  | 0.0008 | 32.46      | 80,895     |               |
| PMA/Urban Partnership Bank                    | 09/27/12  | 03/28/13  | 182  | 0.0008 | 30.95      | 77,127     |               |
| PMA/Century Bank & Trust Company              | 09/27/12  | 03/28/13  | 182  | 0.0008 | 9.72       | 24,086     |               |
| PMA/Post Oak Bank, NA                         | 09/16/11  | 04/01/13  | 563  | 0.400  | 1,532.60   | 248,400    |               |
| PMA/IDB Bank NY                               | 10/19/11  | 04/11/13  | 540  | 0.341  | 1,255.97   | 248,740    |               |
| PMA/Austin Bank of Chicago                    | 10/27/11  | 04/30/13  | 551  | 0.355  | 1,332.26   | 248,600    |               |
| PMA/First Capital Bank                        | 04/30/12  | 04/30/13  | 365  | 0.200  | 499.22     | 249,500    |               |
| PMA/Harris Bank Palatine                      | 07/02/12  | 05/14/13  | 316  | 0.349  | 3,025.70   | 1,000,000  |               |
| PMA/Connecticut Bank & Trust                  | 06/16/11  | 07/01/13  | 654  | 0.348  | 1,542.68   | 247,100    |               |
| PMA/Edgar County B&TC                         | 02/10/12  | 08/07/13  | 179  | 0.300  | 1,100.17   | 248,800    |               |
| PMA/Sterling National Bank                    | 08/17/12  | 08/21/13  | 369  | 0.200  | 505.28     | 249,400    |               |
| PMA/Onwest Bank FSB                           | 08/27/12  | 08/27/13  | 365  | 0.450  | 1,119.69   | 248,800    |               |
| PMA/Premier Bank                              | 02/10/12  | 09/03/13  | 206  | 0.300  | 1,165.98   | 248,800    |               |
| PMA/Fifth Third Bank                          | 09/16/11  | 10/01/13  | 746  | 0.428  | 2,168.80   | 247,700    |               |
| PMA/Bank of the West                          | 02/10/12  | 11/01/13  | 267  | 0.409  | 1,752.28   | 248,200    |               |
| PMA/East West Bank                            | 08/03/12  | 12/17/13  | 501  | 0.250  | 17,182.25  | 5,000,000  |               |
| PMA/Town Bank-Wintrust                        | 08/31/12  | 01/15/14  | 501  | 0.250  | 1,000.07   | 248,900    |               |
| PMA/Dollar Bank, Federal Savings Bank         | 04/23/12  | 03/02/15  | 1043 | 0.400  | 2,821.60   | 247,100    |               |
| PMA/First Interstate Bank                     | 04/05/12  | 04/06/15  | 1096 | 0.892  | 6,517.35   | 243,400    |               |
|   |           |           |      |        |            | 35,005,760 | \$ 35,005,760 |
| PMA/US Treasury Note                          | 10/27/09  | 10/31/12  | 1100 | 3.875  | 116,671.20 | 1,072,734  | 1,003,050     |
| PMA/Wright Express Financial Services Corp/CD | 3/12/2012 | 9/12/2013 | 549  | 0.267  | 308.50     | 248,309    | 248,060       |
| PMA/First NB Fox Valley                       | 10/01/09  | 12/30/13  | 1551 | 2.650  | 27,588.67  | 245,000    | 250,882       |

|                                 |           |          |      |                     |                    |                       |                       |
|---------------------------------|-----------|----------|------|---------------------|--------------------|-----------------------|-----------------------|
| PMA/Banco Popular DePuerto Rico | 06/20/12  | 01/22/13 | 216  | 0.437               | 93.13              | 249,093               | 249,075               |
| PMA/CUSD #203 Naperville BABS   | 8/26/2009 | 2/1/2014 | 1620 | 3.150               | 129,701.25         | 919,502               | 946,796               |
| PMA/Apple Bank for Savings CD   | 5/9/2012  | 5/9/2014 | 730  | 0.352               | 240.44             | 249,240               | 249,331               |
| PMA/Goldman Sachs Bank          | 06/20/12  | 06/20/14 | 730  | 0.853               | 231.81             | 248,232               | 248,010               |
| PMA/CUSD #203 Naperville BABS   | 8/26/2009 | 2/1/2015 | 1985 | 3.550               | 183,535.00         | 944,597               | 1,000,395             |
|                                 |           |          |      |                     |                    | <u>4,176,707</u>      | <u>\$4,195,599</u>    |
| Enterprise Bank                 |           |          |      |                     |                    | 5,217,507             | 5,217,507             |
| Citibank                        |           |          |      |                     |                    | 6,159,853             | 6,159,853             |
| ISDLAF                          |           |          |      |                     |                    | 24,974,177            | 24,974,177            |
| ISDLAF Term Series              |           |          |      |                     |                    | 26,000,000            | 26,000,000            |
|                                 |           |          |      | Weighted Average    | 0.550%             |                       |                       |
| Illinois Funds                  |           |          |      |                     |                    | 33,086,072            | 33,086,072            |
|                                 |           |          |      | Average Daily Yield | 0.125%             |                       |                       |
| TOTALS AS OF:                   |           |          |      |                     | September 30, 2012 | <u>\$ 134,620,076</u> | <u>\$ 134,638,968</u> |

WILLIAM RAINEY HARPER COLLEGE  
Preliminary Schedule of Investments  
As of September 30, 2012

Consent Agenda  
Exhibit X-B.1  
November 14, 2012

|   | Outstanding<br>Investments | Investment Interest Income |                    |                   |
|---|----------------------------|----------------------------|--------------------|-------------------|
|   |                            | FY 2013<br>Budget          | Planned<br>To Date | Earned<br>To Date |
| EDUCATION FUND                          | \$ 47,288,652              | \$ 85,000                  | \$ 21,250          | \$ 19,163         |
| OPERATIONS & MAINT FUND                 | 22,802,825                 | 45,000                     | \$ 11,250          | 10,078            |
| OPERATIONS & MAINT (RESTRICTED) FUND    | 13,191,133                 | 32,400                     | \$ 8,100           | 5,985             |
| BOND & INTEREST FUND                    | 16,816,335                 | 15,000                     | \$ 3,750           | 6,903             |
| AUXILIARY ENTERPRISES FUND              | 7,253,726                  | 15,000                     | \$ 3,750           | 3,215             |
| RESTRICTED PURPOSES FUND                | 9,246,650                  | 26,600                     | \$ 6,650           | 5,039             |
| WORKING CASH FUND                       | 15,657,805                 | 43,000                     | \$ 10,750          | 7,120             |
| AUDIT FUND                              | 244,013                    | 500                        | \$ 125             | 120               |
| LIABILITY, PROTECTION & SETTLEMENT FUND | <u>2,118,937</u>           | <u>5,000</u>               | <u>\$ 1,250</u>    | <u>968</u>        |
| Total                                   | <u>\$ 134,620,076</u>      | <u>\$ 267,500</u>          | <u>\$ 66,875</u>   | <u>\$ 58,591</u>  |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds    | Investment Cost | Inv ID | EXPENSES       |        | Cumulative Expenses | Investment Maturity | Mat ID       | Coupons and Interest | Percent Spent | Balance          | Description   |
|----------|------------------|-----------------|--------|----------------|--------|---------------------|---------------------|--------------|----------------------|---------------|------------------|---|
|          |                  |                 |        | Projected      | Actual |                     |                     |              |                      |               |                  |   |
| 02/05/09 | \$156,092,539.15 |                 |        |                |        | \$0.00              |                     |              |                      | 0.00%         | \$156,092,539.15 | Original Bond Proceeds                                    |
| 02/28/09 |                  |                 |        |                |        | \$0.00              |                     | \$58,681.59  |                      | 0.00%         | \$156,151,220.74 | Federated Interest  |
| 03/06/09 |                  | \$8,398,304.46  | 22473  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$147,752,916.28 | CUSIP # 64966GYV8 New York City, NY S&P AA / Moody's Aa3  |
| 03/06/09 |                  | \$1,636,106.81  | 22474  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$146,116,809.47 | CUSIP # 64966EBW6 New York City, NY S&P AA / Moody's Aa3  |
| 03/09/09 |                  | \$4,177,294.13  | 22466  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$141,939,515.34 | CUSIP # 20772GMZ Connecticut S&P AA / Moody's Aa3         |
| 03/12/09 |                  | \$8,268,397.18  | 22477  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$133,671,118.16 | CUSIP # 93974BFB3 Washington S&P AA/Moody's Aa1           |
| 03/12/09 |                  | \$526,805.32    | 22478  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$133,144,312.84 | CUSIP # 709141VE2 Pennsylvania S&P AA/Moody's Aa2         |
| 03/12/09 |                  | \$1,003,642.50  | 22479  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$132,140,670.34 | CUSIP # 646039FS1 New Jersey S&P AA/Moody's Aa3           |
| 03/20/09 |                  | \$5,727,661.11  | 22485  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$126,413,009.23 | CUSIP # 419780S77 Hawaii S&P AA / Moody's Aa2             |
| 03/27/09 |                  | \$1,200,868.89  | 22491  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$125,212,140.34 | CUSIP # 57582NSB2 Massachusetts S&P AA/Moody's Aa2        |
| 03/27/09 |                  | \$1,176,361.11  | 22492  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$124,035,779.23 | CUSIP # 940157KF6 Washington DC S&P AAA/Moody's Aaa       |
| 03/31/09 |                  |                 |        |                |        | \$0.00              |                     | \$63,737.28  |                      | 0.00%         | \$124,099,516.51 | Federated Interest  |
| 03/31/09 |                  |                 |        | \$1,250,014.54 | \$0.00 | \$0.00              |                     |              |                      | 0.00%         | \$124,099,516.51 | Expenses  |
| 04/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$27,500.00  | 22491                | 0.00%         | \$124,127,016.51 | Coupon  |
| 04/01/09 |                  | \$5,608,400.00  | 22487  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$118,518,616.51 | CUSIP # 930863N68 Wake County, NC S&P AAA/Moody's Aaa     |
| 04/02/09 |                  | \$5,751,794.44  | 22497  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$112,766,822.07 | CUSIP # 419780S69 Hawaii S&P AA/Moody's Aa2               |
| 04/03/09 |                  | \$5,729,467.02  | 22499  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$107,037,355.05 | CUSIP # 97705LSF5 Wisconsin S&P AA/Moody's Aa3            |
| 04/09/09 |                  | \$1,205,189.38  | 22507  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$105,832,165.67 | CUSIP # 434452JB5 Hoffman Estates, IL S&P AA/Moody's Aa2  |
| 04/09/09 |                  | \$3,008,088.18  | 22508  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$102,824,077.49 | CUSIP # 584002LE7 Mecklenburg, NC S&P AAA/Moody's Aaa     |
| 04/14/09 |                  | \$2,080,040.00  | 22500  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$100,744,037.49 | CUSIP # 425506S45 Hennepin County, MN S&P AAA/Moody's Aaa |
| 04/14/09 |                  | \$4,357,680.00  | 22509  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$96,386,357.49  | CUSIP # 011770S21 Alaska S&P AA/Moody's Aa2               |
| 04/14/09 |                  | \$3,457,926.00  | 22493  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$92,928,431.49  | CUSIP # 487694DT5 Keller School, TX S&P AA/Moody's Aa3    |
| 04/30/09 |                  |                 |        |                |        | \$0.00              |                     | \$37,573.25  |                      | 0.00%         | \$92,966,004.74  | Federated Interest  |
| 05/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$122,000.00 | 22498                | 0.00%         | \$93,088,004.74  | Coupon  |
| 05/01/09 |                  | \$4,538,306.67  | 22547  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$88,549,698.07  | CUSIP #3733832W7 Georgia, Moody's Aaa S&P AAA             |
| 05/01/09 |                  | \$1,386,036.20  | 22548  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$87,163,661.87  | CUSIP #514120KB9 Lancaster County SCH District A/A2       |
| 05/05/09 |                  | \$827,536.50    | 22512  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$86,336,125.37  | CUSIP #215543JR1 Main Township HS AA+                     |
| 05/05/09 |                  | \$817,656.00    | 22513  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$85,518,469.37  | CUSIP #215543JQ3 Main Township HS AA+                     |
| 05/05/09 |                  | \$814,000.00    | 22514  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$84,704,469.37  | CUSIP #215543JP5 Main Township HS AA+                     |
| 05/05/09 |                  | \$870,509.70    | 22515  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$83,833,959.67  | CUSIP #215543JT7 Main Township HS AA+                     |
| 05/06/09 |                  | \$3,675,464.10  | 22546  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$80,158,495.57  | CUSIP #652233DF1 Newport News, VA AAA/Aa2                 |
| 05/15/09 |                  |                 |        |                |        | \$0.00              |                     | \$89,975.00  | 22466                | 0.00%         | \$80,248,470.57  | Coupon  |
| 05/31/09 |                  |                 |        |                |        | \$0.00              |                     | \$35,403.57  |                      | 0.00%         | \$80,283,874.14  | Federated Interest  |
| 05/31/09 |                  |                 |        |                |        | \$0.00              |                     | \$0.01       |                      | 0.00%         | \$80,283,874.15  | ISDLAF Interest   |
| 06/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$25,000.00  | 22492                | 0.00%         | \$80,308,874.15  | Coupon  |
| 06/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$8,833.33   | 22507                | 0.00%         | \$80,317,707.48  | Coupon  |
| 06/01/09 |                  | \$4,180,094.10  | 22567  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$76,137,613.38  | CUSIP #147051TH9 Cary, NC S&P AAA Moody's A2              |
| 06/04/09 |                  | \$4,517,649.00  | 22566  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$71,619,964.38  | CUSIP #478718C72 Johnson County, KS SCH Dist 233 AA/Aa3   |
| 06/08/09 |                  | \$2,050,632.89  | 22604  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$69,569,331.49  | CUSIP # 0386812V3 Arapahoe County SD 5, AA/Aa2            |
| 06/15/09 |                  |                 |        |                |        | \$0.00              |                     | \$25,486.11  | 22604                | 0.00%         | \$69,594,817.60  | Coupon  |
| 06/15/09 |                  | \$759,044.72    | 22626  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$68,835,772.88  | CUSIP #70914BCL4 Pennsylvania State, AA/Aa2               |
| 06/23/09 |                  | \$1,182,064.30  | 22646  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$67,653,708.58  | CUSIP #190491TC5 Columbus, OH AAA/Aaa                     |
| 06/30/09 |                  |                 |        |                |        | \$0.00              |                     |              |                      | 0.00%         | \$67,653,708.58  | Expenses  |
| 06/30/09 |                  |                 |        | \$1,253,263.42 | \$0.00 | \$0.00              |                     |              |                      | 0.00%         | \$67,675,851.31  | Federated Interest  |
| 07/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$22,142.73  |                      | 0.00%         | \$67,857,601.31  | Federated Interest  |
| 07/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$181,750.00 | 22477                | 0.00%         | \$67,857,601.31  | Coupon  |
| 07/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$125,000.00 | 22485                | 0.00%         | \$67,982,601.31  | Coupon  |
| 07/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$125,000.00 | 22497                | 0.00%         | \$68,107,601.31  | Coupon  |
| 07/21/09 |                  | \$1,048,460.00  | 22668  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$67,059,141.31  | CUSIP #953106K26 West Hartford, CT S&P AAA Moody's Aaa    |
| 07/21/09 |                  | \$1,130,100.40  | 22679  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$65,929,040.91  | CUSIP #262651RW4 DuPage County Forest Preserve AAA/Aaa    |
| 07/21/09 |                  | \$4,004,688.60  | 22680  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$61,924,352.31  | CUSIP #010410M7 Alabama State, S&P AA Moody's Aa2         |
| 07/29/09 |                  | \$3,706,928.83  | 22698  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$58,217,423.48  | CUSIP #917542MT6 Utah State, S&P AAA Moody's Aaa          |
| 07/31/09 |                  |                 |        |                |        | \$0.00              |                     | \$14,438.85  |                      | 0.00%         | \$58,231,862.33  | Federated Interest  |
| 08/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$12,512.50  | 22478                | 0.00%         | \$58,244,374.83  | Coupon  |
| 08/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$192,625.00 | 22473                | 0.00%         | \$58,436,999.83  | Coupon  |
| 08/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$64,000.00  | 22508                | 0.00%         | \$58,500,999.83  | Coupon  |
| 08/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$16,250.00  | 22626                | 0.00%         | \$58,517,249.83  | Coupon  |
| 08/01/09 |                  |                 |        |                |        | \$0.00              |                     | \$82,012.50  | 22680                | 0.00%         | \$58,599,262.33  | Coupon  |
| 08/01/09 |                  |                 |        |                |        | \$0.00              |                     |              |                      | 0.00%         | \$58,599,262.33  | Coupon  |
| 08/15/09 |                  |                 |        |                |        | \$0.00              |                     | \$26,250.00  | 22478                | 0.00%         | \$58,625,512.33  | Coupon  |
| 08/15/09 |                  |                 |        |                |        | \$0.00              |                     | \$64,583.33  | 22493                | 0.00%         | \$58,690,095.66  | Coupon  |
| 08/31/09 |                  | \$1,924,524.58  | 22776  |                |        | \$0.00              |                     |              |                      | 0.00%         | \$56,765,571.08  | CUSIP #917542KY7 Utah State, S&P AAA/Moody's Aaa          |

10%



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12

Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date         | Bond Proceeds  | Investment Cost | Inv ID | EXPENSES  |        | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description  |
|--------------|----------------|-----------------|--------|-----------|--------|---------------------|---------------------|--------|----------------------|---------------|-----------------|--|
|              |                |                 |        | Projected | Actual |                     |                     |        |                      |               |                 |  |
| 08/31/09     |                |                 |        |           |        | \$0.00              |                     |        | \$6,681.79           | 0.00%         | \$56,772,252.87 | Federated Interest   |
| 09/01/09     |                |                 |        |           |        | \$0.00              |                     | 22474  | \$37,750.00          | 0.00%         | \$56,810,002.87 | Coupon   |
| 09/01/09     |                |                 |        |           |        | \$0.00              |                     | 22487  | \$104,166.67         | 0.00%         | \$56,914,169.54 |  |
| 09/01/09     |                |                 |        |           |        | \$0.00              |                     | 22548  | \$18,812.50          | 0.00%         | \$56,932,982.04 |  |
| 09/01/09     |                |                 |        |           |        | \$0.00              |                     | 22546  | \$33,206.25          | 0.00%         | \$56,966,188.29 | Coupon   |
| 09/11/09     | \$1,366,394.44 | 22868           |        |           |        | \$0.00              |                     |        | \$55,599,793.85      | 0.00%         | \$55,599,793.85 | CUSIP # 61334OD96 Montgomery County MD AAA/Aaa             |
| 09/15/09     | \$3,318,023.33 | 22870           |        |           |        | \$0.00              |                     |        | \$52,281,770.52      | 0.00%         | \$52,281,770.52 | CUSIP #373383GB8 Georgia State S&P AAA/Moody's Aaa         |
| 09/16/09     | \$1,762,441.25 | 22871           |        |           |        | \$0.00              |                     |        | \$50,519,329.27      | 0.00%         | \$50,519,329.27 | CUSIP # 509076AL9 Lake County Sch Dist 112 S&P AAA/AA1     |
| 09/22/09     | \$1,192,852.22 | 22892           |        |           |        | \$0.00              |                     |        | \$49,326,477.03      | 0.00%         | \$49,326,477.03 | CUSIP #199491XK2 Columbus OH S&P AAA/Aaa                   |
| 09/30/09     |                |                 |        |           |        | -\$1,256,140.92     |                     |        | \$0.00               | 0.00%         | \$49,326,477.05 |  |
| 09/30/09     |                |                 |        |           |        | \$0.00              |                     |        | \$767.43             | 0.00%         | \$49,327,244.48 | Federated Interest   |
| 10/01/09     |                |                 |        |           |        | \$0.00              |                     | 22491  | \$27,500.00          | 0.00%         | \$49,354,744.48 | Coupon   |
| 10/01/09     |                |                 |        |           |        | \$0.00              | \$100,000.00        | 22547  |                      | 0.00%         | \$49,454,744.48 | Coupon   |
| 10/31/09     |                |                 |        |           |        | \$0.00              |                     |        | \$420.05             | 0.00%         | \$49,455,164.53 | Federated Interest   |
| 11/01/09     |                |                 |        |           |        | \$0.00              |                     | 22499  | \$122,000.00         | 0.00%         | \$49,577,164.53 | Coupon   |
| 11/01/09     |                |                 |        |           |        | \$0.00              |                     | 22679  | \$21,993.75          | 0.00%         | \$49,599,158.28 | Coupon   |
| 11/01/09     |                |                 |        |           |        | \$0.00              |                     | 22868  | \$31,250.00          | 0.00%         | \$49,630,408.28 | Coupon   |
| 11/03/09     | \$1,569,385.00 | 22909           |        |           |        | \$0.00              |                     |        | \$48,061,023.28      | 0.00%         | \$48,061,023.28 | Chaska MN School District #112 CUSIP 161681RP8S&P AAA M-A1 |
| 11/03/09     | \$1,545,565.00 | 22910           |        |           |        | \$0.00              |                     |        | \$46,515,458.28      | 0.00%         | \$46,515,458.28 | Chaska MN School District #112 CUSIP 161681RN3S&P AAA M-A1 |
| 11/15/09     |                |                 |        |           |        | \$0.00              |                     | 22466  | \$89,875.00          | 0.00%         | \$46,605,333.28 | Coupon   |
| 11/19/09     | \$381,375.00   | 23072           |        |           |        | \$0.00              |                     |        | \$46,223,958.28      | 0.00%         | \$46,223,958.28 | CUSIP 971481MF0 Wilmette Moody's Aaa                       |
| 11/19/09     | \$652,024.35   | 23073           |        |           |        | \$0.00              |                     |        | \$45,571,933.93      | 0.00%         | \$45,571,933.93 | CUSIP 971481MG0 Wilmette Moody's Aaa                       |
| 11/19/09     | \$966,796.00   | 23074           |        |           |        | \$0.00              |                     |        | \$44,605,137.93      | 0.00%         | \$44,605,137.93 | CUSIP 971481MK0 Wilmette Moody's Aaa                       |
| 11/30/09     |                |                 |        |           |        | \$0.00              |                     |        | \$377.85             | 0.00%         | \$44,605,515.78 | Federated Interest   |
| 12/01/09     |                |                 |        |           |        | \$0.00              |                     | 22492  | \$25,000.00          | 0.00%         | \$44,630,515.78 | Coupon   |
| 12/01/09     |                |                 |        |           |        | \$0.00              |                     | 22500  | \$34,680.56          | 0.00%         | \$44,665,196.34 | Coupon   |
| 12/01/09     |                |                 |        |           |        | \$0.00              |                     | 22507  | \$26,500.00          | 0.00%         | \$44,691,696.34 | Coupon   |
| 12/01/09     |                |                 |        |           |        | \$0.00              |                     | 22512  | \$9,849.37           | 0.00%         | \$44,701,545.71 | Coupon   |
| 12/01/09     |                |                 |        |           |        | \$0.00              |                     | 22513  | \$9,727.78           | 0.00%         | \$44,711,273.49 | Coupon   |
| 12/01/09     |                |                 |        |           |        | \$0.00              |                     | 22514  | \$9,727.78           | 0.00%         | \$44,721,001.27 | Coupon   |
| 12/01/09     |                |                 |        |           |        | \$0.00              |                     | 22515  | \$13,454.37          | 0.00%         | \$44,734,455.64 | Coupon   |
| 12/01/09     |                |                 |        |           |        | \$0.00              |                     | 22567  | \$74,900.00          | 0.00%         | \$44,809,355.64 | Coupon   |
| 12/01/09     |                |                 |        |           |        | \$0.00              |                     | 22871  | \$43,125.00          | 0.00%         | \$44,852,480.64 | Coupon   |
| 12/01/09     | \$2,087,320.00 | 23105           |        |           |        | \$0.00              |                     |        | \$42,755,160.64      | 0.00%         | \$42,755,160.64 | Schaumburg SD #54 CUSIP 213561RH8 S&P AA                   |
| 12/15/09     |                |                 |        |           |        | \$0.00              |                     | 22604  | \$36,700.00          | 0.00%         | \$42,791,860.64 | Coupon   |
| 12/15/09     |                |                 |        |           |        | \$0.00              |                     | 22646  | \$25,875.00          | 0.00%         | \$42,817,735.64 | Coupon   |
| 12/15/09     |                |                 |        |           |        | \$0.00              |                     | 22892  | \$25,000.00          | 0.00%         | \$42,842,735.64 | Coupon   |
| 12/22/09     | \$237,741.80   | 23157           |        |           |        | \$0.00              |                     |        | \$42,604,993.84      | 0.00%         | \$42,604,993.84 | Mount Prospect CUSIP #622826SA4 S&P AA                     |
| 12/22/09     | \$299,107.50   | 23158           |        |           |        | \$0.00              |                     |        | \$42,305,886.34      | 0.00%         | \$42,305,886.34 | Mount Prospect CUSIP #622826SC0 S&P AA                     |
| 12/22/09     | \$307,850.20   | 23159           |        |           |        | \$0.00              |                     |        | \$41,998,036.14      | 0.00%         | \$41,998,036.14 | Mount Prospect CUSIP #622826SD8 S&P AA                     |
| 12/22/09     | \$313,500.35   | 23160           |        |           |        | \$0.00              |                     |        | \$41,684,535.79      | 0.00%         | \$41,684,535.79 | Mount Prospect CUSIP #622826SE6 S&P AA                     |
| 12/31/09     |                |                 |        |           |        | \$0.00              |                     |        | \$0.00               | 0.00%         | \$41,684,535.79 |  |
| 12/31/09     |                |                 |        |           |        | -\$1,258,758.40     |                     |        | \$0.00               | 0.00%         | \$41,684,535.79 |  |
| 01/01/10     |                |                 |        |           |        | \$0.00              |                     | 22477  | \$5,501.45           | 0.00%         | \$41,690,037.24 | Federated Interest   |
| 01/01/10     |                |                 |        |           |        | \$0.00              |                     | 22485  | \$181,750.00         | 0.00%         | \$41,871,787.24 | Coupon   |
| 01/01/10     |                |                 |        |           |        | \$0.00              |                     | 22497  | \$125,000.00         | 0.00%         | \$41,996,787.24 | Coupon   |
| 01/01/10     |                |                 |        |           |        | \$0.00              |                     | 22698  | \$84,875.00          | 0.00%         | \$42,081,662.24 | Coupon   |
| 01/01/10     |                |                 |        |           |        | \$0.00              |                     | 22776  | \$47,031.25          | 0.00%         | \$42,128,693.49 | Coupon   |
| 01/15/10     |                |                 |        |           |        | \$0.00              |                     | 22668  | \$14,500.00          | 0.00%         | \$42,143,193.49 | Coupon   |
| 01/31/10     |                |                 |        |           |        | \$0.00              |                     |        | \$358.50             | 0.00%         | \$42,143,551.99 | Federated Interest   |
| 02/01/10     |                |                 |        |           |        | \$0.00              |                     | 22473  | \$192,625.00         | 0.00%         | \$42,336,176.99 | Coupon   |
| 02/01/10     |                |                 |        |           |        | \$0.00              |                     | 22478  | \$12,512.50          | 0.00%         | \$42,348,689.49 | Coupon   |
| 02/01/10     |                |                 |        |           |        | \$0.00              |                     | 22508  | \$64,000.00          | 0.00%         | \$42,412,689.49 | Coupon   |
| 02/01/10     |                |                 |        |           |        | \$0.00              |                     | 22509  | \$127,555.56         | 0.00%         | \$42,540,245.05 | Coupon   |
| 02/01/10     |                |                 |        |           |        | \$0.00              |                     | 22626  | \$16,250.00          | 0.00%         | \$42,556,495.05 | Coupon   |
| 02/01/10     |                |                 |        |           |        | \$0.00              |                     | 22680  | \$82,012.50          | 0.00%         | \$42,638,507.55 | Coupon   |
| 02/01/10     |                |                 |        |           |        | \$0.00              |                     | 22870  | \$86,250.00          | 0.00%         | \$42,724,757.55 | Coupon   |
| 02/01/10     | \$811,824.00   | 23301           |        |           |        | \$0.00              |                     |        | \$42,037,933.55      | 0.00%         | \$42,037,933.55 | Downers Grove SD 58 CUSIP 263165GG1 Moody's Aa2            |
| 02/01/10     | \$962,959.20   | 23302           |        |           |        | \$0.00              |                     |        | \$41,074,974.35      | 0.00%         | \$41,074,974.35 | Downers Grove SD 58 CUSIP 263165GJ5 Moody's Aa2            |
| 02/01/10     | \$941,406.90   | 23303           |        |           |        | \$0.00              |                     |        | \$40,133,567.45      | 0.00%         | \$40,133,567.45 | Downers Grove SD 58 CUSIP 263165GH9 Moody's Aa2            |
| 45% 02/04/10 | \$1,956,753.00 | 23299           |        |           |        | \$0.00              |                     |        | 0.00%                | 0.00%         | \$38,176,814.45 | Washington County Utah SD St. George CUSIP 938718XQ1       |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12

Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES  |                | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description                         |
|----------|---------------|-----------------|--------|-----------|----------------|---------------------|---------------------|--------|----------------------|---------------|-----------------|-------------------------------------|
|          |               |                 |        | Projected | Actual         |                     |                     |        |                      |               |                 |                                     |
| 02/09/10 |               | \$4,006,940.60  | 23294  |           |                | \$0.00              |                     |        |                      | 0.00%         | \$34,169,873.85 | Winnebago County WI CUSIP 947603QW5 |
| 02/09/10 |               | \$1,910,287.50  | 23295  |           |                | \$0.00              |                     |        |                      | 0.00%         | \$32,259,586.35 | Winnebago County WI CUSIP 947603QV7 |
| 02/09/10 |               | \$80,195.20     | 23296  |           |                | \$0.00              |                     |        |                      | 0.00%         | \$32,179,391.15 | Winnebago County WI CUSIP 947603QU9 |
| 02/15/10 |               |                 |        |           |                | \$0.00              |                     | 22479  | \$26,250.00          | 0.00%         | \$32,205,641.15 | Coupon                              |
| 02/15/10 |               |                 |        |           |                | \$0.00              |                     | 22498  | \$77,500.00          | 0.00%         | \$32,283,141.15 | Coupon                              |
| 02/28/10 |               |                 |        |           |                | \$0.00              |                     |        | \$262.09             | 0.00%         | \$32,283,403.24 | Federated Interest                  |
| 03/01/10 |               |                 |        |           |                | \$0.00              |                     | 22474  | \$37,750.00          | 0.00%         | \$32,321,153.24 | Coupon                              |
| 03/01/10 |               |                 |        |           |                | \$0.00              |                     | 22487  | \$125,000.00         | 0.00%         | \$32,446,153.24 |                                     |
| 03/01/10 |               |                 |        |           |                | \$0.00              |                     | 22546  | \$51,975.00          | 0.00%         | \$32,498,128.24 | Coupon                              |
| 03/01/10 |               |                 |        |           |                | \$0.00              |                     | 22548  | \$22,575.00          | 0.00%         | \$32,520,703.24 |                                     |
| 03/01/10 |               |                 |        |           |                | \$0.00              |                     | 22566  | \$97,875.00          | 0.00%         | \$32,618,578.24 | Coupon                              |
| 03/31/10 |               |                 |        |           | \$2,549,601.44 | \$0.00              |                     |        |                      | 0.00%         | \$32,618,578.24 |                                     |
| 03/31/10 |               |                 |        |           |                | \$0.00              |                     |        | \$277.14             | 0.00%         | \$32,618,855.38 | Federated Interest                  |
| 04/01/10 |               |                 |        |           |                | \$0.00              |                     | 22491  | \$27,500.00          | 0.00%         | \$32,646,355.38 | Coupon                              |
| 04/01/10 |               |                 |        |           |                | \$0.00              |                     | 22547  | \$100,000.00         | 0.00%         | \$32,746,355.38 | Coupon                              |
| 04/01/10 |               |                 |        |           |                | \$0.00              |                     | 23294  | \$8,536.67           | 0.00%         | \$32,754,892.05 | Coupon                              |
| 04/01/10 |               |                 |        |           |                | \$0.00              |                     | 23294  | \$0.00               | 0.00%         | \$32,754,892.05 |                                     |
| 04/01/10 |               |                 |        |           |                | \$0.00              |                     | 23295  | \$5,416.67           | 0.00%         | \$32,760,308.72 | Coupon                              |
| 04/01/10 |               |                 |        |           |                | \$0.00              |                     | 23296  | \$231.11             | 0.00%         | \$32,760,539.83 | Coupon                              |
| 04/01/10 |               |                 |        |           |                | \$0.00              | \$80,000.00         | 23296  |                      | 0.00%         | \$32,840,539.83 | Winnebago County WI CUSIP 947603QU9 |
| 04/01/10 |               | \$866,570.40    | 23356  |           |                | \$0.00              |                     |        |                      | 0.00%         | \$31,973,969.43 | Schaumburg IL CUSIP 806347JJO       |
| 04/01/10 |               | \$812,576.00    | 23357  |           |                | \$0.00              |                     |        |                      | 0.00%         | \$31,161,393.43 | Schaumburg IL CUSIP 806347JK7       |
| 04/01/10 |               | \$818,757.45    | 23358  |           |                | \$0.00              |                     |        |                      | 0.00%         | \$30,342,635.98 | Schaumburg IL CUSIP806347JL5        |
| 04/01/10 |               | \$831,750.60    | 23359  |           |                | \$0.00              |                     |        |                      | 0.00%         | \$29,510,885.38 | Schaumburg IL CUSIP806347JM3        |
| 04/01/10 |               | \$854,881.35    | 23360  |           |                | \$0.00              |                     |        |                      | 0.00%         | \$28,656,004.03 | Schaumburg IL CUSIP 806347JN1       |
| 04/01/10 |               | \$508,445.00    | 23371  |           |                | \$0.00              |                     |        |                      | 0.00%         | \$28,147,559.03 | Naperville IL CUSIP 630412TA2       |
| 04/30/10 |               |                 |        |           |                | \$0.00              |                     |        | \$231.30             | 0.00%         | \$28,147,790.33 | Federated Interest                  |
| 05/01/10 |               |                 |        |           |                | \$0.00              |                     | 22498  | \$122,000.00         | 0.00%         | \$28,269,790.33 | Coupon                              |
| 05/01/10 |               |                 |        |           |                | \$0.00              |                     | 22679  | \$21,993.75          | 0.00%         | \$28,291,784.08 | Coupon                              |
| 05/01/10 |               |                 |        |           |                | \$0.00              |                     | 22868  | \$31,250.00          | 0.00%         | \$28,323,034.08 | Coupon                              |
| 05/15/10 |               |                 |        |           |                | \$0.00              |                     | 22466  | \$89,875.00          | 0.00%         | \$28,412,909.08 | Coupon                              |
| 05/31/10 |               |                 |        |           |                | \$0.00              |                     |        | \$240.91             | 0.00%         | \$28,413,149.99 | Federated Interest                  |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 21159  | \$3,257.29           | 0.00%         | \$28,416,407.28 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 22492  | \$25,000.00          | 0.00%         | \$28,441,407.28 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 22500  | \$27,500.00          | 0.00%         | \$28,468,907.28 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 22507  | \$26,500.00          | 0.00%         | \$28,495,407.28 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 22512  | \$8,606.25           | 0.00%         | \$28,504,013.53 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 22513  | \$8,500.00           | 0.00%         | \$28,512,513.53 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 22514  | \$8,500.00           | 0.00%         | \$28,521,013.53 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 22515  | \$11,756.25          | 0.00%         | \$28,532,769.78 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              | \$74,900.00         | 22567  |                      | 0.00%         | \$28,607,669.78 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 22874  | \$43,125.00          | 0.00%         | \$28,650,794.78 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 23072  | \$4,000.00           | 0.00%         | \$28,654,794.78 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 23073  | \$6,773.33           | 0.00%         | \$28,661,568.11 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 23074  | \$11,400.00          | 0.00%         | \$28,672,968.11 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 23105  | \$30,000.00          | 0.00%         | \$28,702,968.11 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 23157  | \$2,539.58           | 0.00%         | \$28,705,507.69 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 23158  | \$3,146.88           | 0.00%         | \$28,708,654.57 | Coupon                              |
| 06/01/10 |               |                 |        |           |                | \$0.00              |                     | 23160  | \$3,367.71           | 0.00%         | \$28,712,022.28 | Coupon                              |
| 06/15/10 |               |                 |        |           |                | \$0.00              |                     | 22604  | \$36,700.00          | 0.00%         | \$28,748,722.28 | Coupon                              |
| 06/15/10 |               |                 |        |           |                | \$0.00              |                     | 22646  | \$26,875.00          | 0.00%         | \$28,774,607.28 | Coupon                              |
| 06/15/10 |               |                 |        |           |                | \$0.00              |                     | 22892  | \$26,000.00          | 0.00%         | \$28,799,607.28 | Coupon                              |
| 06/15/10 |               |                 |        |           |                | \$0.00              |                     | 23304  | \$5,956.66           | 0.00%         | \$28,805,562.84 | Coupon                              |
| 06/15/10 |               |                 |        |           |                | \$0.00              |                     | 23302  | \$6,023.33           | 0.00%         | \$28,812,476.17 | Coupon                              |
| 06/15/10 |               |                 |        |           |                | \$0.00              |                     | 23308  | \$6,811.67           | 0.00%         | \$28,819,287.84 | Coupon                              |
| 06/30/10 |               |                 |        |           |                | \$0.00              |                     |        |                      | 0.00%         | \$28,819,287.84 | Expenses                            |
| 06/30/10 |               |                 |        |           |                | \$0.00              |                     |        | \$236.58             | 0.00%         | \$28,819,524.42 | Federated Interest                  |
| 07/01/10 |               |                 |        |           |                | \$0.00              |                     | 22477  | \$181,750.00         | 0.00%         | \$29,001,274.42 |                                     |
| 07/01/10 |               |                 |        |           |                | \$0.00              |                     | 22485  | \$125,000.00         | 0.00%         | \$29,126,274.42 | Coupon                              |
| 07/01/10 |               |                 |        |           |                | \$0.00              |                     | 22497  | \$125,000.00         | 0.00%         | \$29,251,274.42 | Coupon                              |
| 07/01/10 |               |                 |        |           |                | \$0.00              |                     | 22698  | \$84,875.00          | 0.00%         | \$29,336,149.42 | Coupon                              |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

75%

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES  |        | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description                                |
|----------|---------------|-----------------|--------|-----------|--------|---------------------|---------------------|--------|----------------------|---------------|-----------------|--|
|          |               |                 |        | Projected | Actual |                     |                     |        |                      |               |                 |  |
| 07/01/10 |               |                 |        |           |        | \$0.00              |                     | 22776  | \$47,031.25          | 0.00%         | \$29,383,180.67 | Coupon                                     |
| 07/07/10 |               | \$1,785,239.70  | 23472  |           |        | \$0.00              |                     |        |                      | 0.00%         | \$27,597,940.97 | Brown County WI CUSIP 1155116F9            |
| 07/15/10 |               |                 |        |           |        | \$0.00              |                     | 22668  | \$15,000.00          | 0.00%         | \$27,612,940.97 | Coupon                                     |
| 07/20/10 |               | \$162,081.95    | 23474  |           |        | \$0.00              |                     |        |                      | 0.00%         | \$27,450,859.02 | Indian Prarie SD #204 CUSIP 262608QT2      |
| 07/20/10 |               | \$2,097,680.00  | 23475  |           |        | \$0.00              |                     |        |                      | 0.00%         | \$25,353,179.02 | Indian Prarie SD #204 CUSIP 262608QV7      |
| 07/31/10 |               |                 |        |           |        | \$0.00              |                     |        | \$230.03             | 0.00%         | \$25,353,409.05 | Federated Interest                         |
| 08/01/10 |               |                 |        |           |        | \$0.00              |                     | 22478  | \$192,625.00         | 0.00%         | \$25,546,034.05 | Coupon                                     |
| 08/01/10 |               |                 |        |           |        | \$0.00              |                     | 22478  | \$12,512.50          | 0.00%         | \$25,558,546.55 | Coupon                                     |
| 08/01/10 |               |                 |        |           |        | \$0.00              |                     | 22508  | \$64,000.00          | 0.00%         | \$25,622,546.55 | Coupon                                     |
| 08/01/10 |               |                 |        |           |        | \$0.00              |                     | 22509  | \$80,000.00          | 0.00%         | \$25,702,546.55 | Coupon                                     |
| 08/01/10 |               |                 |        |           |        | \$0.00              |                     | 22626  | \$16,250.00          | 0.00%         | \$25,718,796.55 | Coupon                                     |
| 08/01/10 |               |                 |        |           |        | \$0.00              |                     | 22680  | \$82,012.50          | 0.00%         | \$25,800,809.05 | Coupon                                     |
| 08/01/10 |               |                 |        |           |        | \$0.00              |                     | 22870  | \$86,250.00          | 0.00%         | \$25,887,059.05 | Coupon                                     |
| 08/01/10 |               |                 |        |           |        | \$0.00              |                     | 22909  | \$33,750.00          | 0.00%         | \$25,920,809.05 | Coupon                                     |
| 08/01/10 |               |                 |        |           |        | \$0.00              |                     | 22910  | \$33,750.00          | 0.00%         | \$25,954,559.05 | Coupon                                     |
| 08/15/10 |               |                 |        |           |        | \$0.00              |                     | 22479  | \$26,250.00          | 0.00%         | \$25,980,809.05 | Coupon                                     |
| 08/15/10 |               |                 |        |           |        | \$0.00              |                     | 22498  | \$77,500.00          | 0.00%         | \$26,058,309.05 | Coupon                                     |
| 08/20/10 |               | \$1,427,350.18  | 23559  |           |        | \$0.00              |                     |        |                      | 0.00%         | \$24,630,958.87 | Dublin, OH School Disitric CUSIP 26371GMC1 |
| 08/31/10 |               |                 |        |           |        | \$0.00              |                     |        | \$216.05             | 0.00%         | \$24,631,174.92 | Federated Interest                         |
| 09/01/10 |               |                 |        |           |        | \$0.00              | \$51,975.00         | 22546  |                      | 0.00%         | \$24,683,149.97 | Coupon                                     |
| 09/01/10 |               |                 |        |           |        | \$0.00              |                     | 22548  | \$22,575.00          | 0.00%         | \$24,705,724.97 |  |
| 09/01/10 |               |                 |        |           |        | \$0.00              |                     | 22566  | \$65,250.00          | 0.00%         | \$24,770,974.97 | Coupon                                     |
| 09/01/10 |               |                 |        |           |        | \$0.00              |                     | 23299  | \$21,850.00          | 0.00%         | \$24,792,824.97 | Coupon                                     |
| 09/01/10 |               |                 |        |           |        | \$0.00              |                     | 22471  | \$37,750.00          | 0.00%         | \$24,830,574.97 | Coupon                                     |
| 09/01/10 |               |                 |        |           |        | \$0.00              |                     | 22487  | \$125,000.00         | 0.00%         | \$24,955,574.97 | Coupon                                     |
| 09/22/10 |               | \$207,886.40    | 23609  |           |        | \$0.00              |                     |        |                      | 0.00%         | \$24,747,688.57 | Arlington Heights, IL CUSIP 041447YF4      |
| 09/22/10 |               | \$218,706.60    | 23610  |           |        | \$0.00              |                     |        |                      | 0.00%         | \$24,528,981.92 | Arlington Heights, IL CUSIP 041447YG2      |
| 09/24/10 |               |                 |        |           |        | \$0.00              |                     |        |                      | 0.00%         | \$24,528,981.92 | Expenses                                   |
| 09/30/10 |               |                 |        |           |        | \$0.00              |                     |        | \$204.12             | 0.00%         | \$24,529,186.04 | Federated Interest                         |
| 09/30/10 |               |                 |        |           |        | \$0.00              |                     |        |                      | 0.00%         | \$24,529,186.04 |  |
| 10/01/10 |               |                 |        |           |        | \$0.00              |                     | 22491  | \$27,500.00          | 0.00%         | \$24,556,686.04 | Coupon                                     |
| 10/01/10 |               |                 |        |           |        | \$0.00              |                     | 22547  | \$100,000.00         | 0.00%         | \$24,656,686.04 | Coupon                                     |
| 10/01/10 |               |                 |        |           |        | \$0.00              |                     | 23294  | \$29,550.00          | 0.00%         | \$24,686,236.04 | Coupon                                     |
| 10/01/10 |               |                 |        |           |        | \$0.00              |                     | 23295  | \$18,750.00          | 0.00%         | \$24,704,986.04 | Coupon                                     |
| 10/31/10 |               |                 |        |           |        | \$0.00              |                     |        | \$209.87             | 0.00%         | \$24,705,195.91 | Federated Interest                         |
| 11/01/10 |               |                 |        |           |        | \$0.00              |                     | 22499  | \$122,000.00         | 0.00%         | \$24,827,195.91 | Coupon                                     |
| 11/01/10 |               |                 |        |           |        | \$0.00              |                     | 22679  | \$21,993.75          | 0.00%         | \$24,849,189.66 | Coupon                                     |
| 11/01/10 |               |                 |        |           |        | \$0.00              |                     | 22868  | \$31,250.00          | 0.00%         | \$24,880,439.66 | Coupon                                     |
| 11/01/10 |               |                 |        |           |        | \$0.00              |                     | 23472  | \$8,850.00           | 0.00%         | \$24,889,289.66 | Coupon                                     |
| 11/15/10 |               |                 |        |           |        | \$0.00              |                     | 22466  | \$89,875.00          | 0.00%         | \$24,979,164.66 | Coupon                                     |
| 11/30/10 |               |                 |        |           |        | \$0.00              |                     |        | \$204.92             | 0.00%         | \$24,979,369.58 | Federated Interest                         |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 23158  | \$3,687.50           | 0.00%         | \$24,983,057.08 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 22492  | \$25,000.00          | 0.00%         | \$25,008,057.08 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 22500  | \$27,500.00          | 0.00%         | \$25,035,557.08 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 22507  | \$26,500.00          | 0.00%         | \$25,062,057.08 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 22512  | \$8,606.25           | 0.00%         | \$25,070,663.33 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 22513  | \$8,500.00           | 0.00%         | \$25,079,163.33 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 22514  | \$8,500.00           | 0.00%         | \$25,087,663.33 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              | \$800,000.00        | 22514  |                      | 0.00%         | \$25,887,663.33 | CUSIP #215543JP5 Main Township HS AA+      |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 22515  | \$11,756.25          | 0.00%         | \$25,899,419.58 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 22567  | \$74,900.00          | 0.00%         | \$25,974,319.58 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 22871  | \$43,125.00          | 0.00%         | \$26,017,444.58 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              | \$375,000.00        | 23072  | \$3,750.00           | 0.00%         | \$26,396,194.58 | Wilmette, IL                               |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 23073  | \$6,350.00           | 0.00%         | \$26,402,544.58 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 23074  | \$10,687.50          | 0.00%         | \$26,413,232.08 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 23105  | \$30,000.00          | 0.00%         | \$26,443,232.08 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 23157  | \$2,875.00           | 0.00%         | \$26,446,107.08 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 23158  | \$3,562.50           | 0.00%         | \$26,449,669.58 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 23160  | \$3,812.50           | 0.00%         | \$26,453,482.08 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              |                     | 23356  | \$8,600.00           | 0.00%         | \$26,462,082.08 | Coupon                                     |
| 12/01/10 |               |                 |        |           |        | \$0.00              | \$860,000.00        | 23356  |                      | 0.00%         | \$27,322,082.08 | Schaumburg, IL CUSIP 806347J10             |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds  | Investment Cost | Inv ID | EXPENSES  |        | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description  |
|----------|----------------|-----------------|--------|-----------|--------|---------------------|---------------------|--------|----------------------|---------------|-----------------|--|
|          |                |                 |        | Projected | Actual |                     |                     |        |                      |               |                 |  |
| 12/01/10 |                |                 |        |           |        | \$0.00              |                     | 23357  | \$8,000.00           | 0.00%         | \$27,330,082.00 | Coupon   |
| 12/01/10 |                |                 |        |           |        | \$0.00              |                     | 23358  | \$8,050.00           | 0.00%         | \$27,338,132.00 | Coupon   |
| 12/01/10 |                |                 |        |           |        | \$0.00              |                     | 23359  | \$8,200.00           | 0.00%         | \$27,346,332.00 | Coupon   |
| 12/01/10 |                |                 |        |           |        | \$0.00              |                     | 23360  | \$11,133.00          | 0.00%         | \$27,357,465.14 | Coupon   |
| 12/01/10 |                |                 |        |           |        | \$0.00              |                     | 23371  | \$5,000.00           | 0.00%         | \$27,362,465.14 | Coupon   |
| 12/01/10 |                |                 |        |           |        | \$0.00              |                     | 23559  | \$25,400.00          | 0.00%         | \$27,387,865.14 | Coupon   |
| 12/01/10 |                |                 |        |           |        | \$0.00              |                     | 23609  | \$589.38             | 0.00%         | \$27,388,454.52 | Coupon   |
| 12/01/10 |                |                 |        |           |        | \$0.00              |                     | 23610  | \$618.13             | 0.00%         | \$27,389,072.65 | Coupon   |
| 12/15/10 |                |                 |        |           |        | \$0.00              |                     | 22604  | \$36,700.00          | 0.00%         | \$27,425,772.65 | Coupon   |
| 12/15/10 |                |                 |        |           |        | \$0.00              |                     | 22646  | \$25,875.00          | 0.00%         | \$27,451,647.65 | Coupon   |
| 12/15/10 |                |                 |        |           |        | \$0.00              |                     | 22892  | \$25,000.00          | 0.00%         | \$27,476,647.65 | Coupon   |
| 12/15/10 |                |                 |        |           |        | \$0.00              |                     | 23301  | \$8,000.00           | 0.00%         | \$27,484,647.65 | Coupon   |
| 12/15/10 |                |                 |        |           |        | \$0.00              | \$800,000.00        | 23301  |                      | 0.00%         | \$28,284,647.65 | Downers Grove SD 58 CUSIP 263165GG1 Moody's Aa2            |
| 12/15/10 |                |                 |        |           |        | \$0.00              |                     | 23302  | \$9,300.00           | 0.00%         | \$28,293,947.65 | Coupon   |
| 12/15/10 |                |                 |        |           |        | \$0.00              |                     | 23308  | \$9,150.00           | 0.00%         | \$28,303,097.65 | Coupon   |
| 12/20/10 | \$259,365.28   | 23907           |        |           |        | \$0.00              |                     |        |                      | 0.00%         | \$28,043,732.37 | Olentangy Local School District Ohio                       |
| 12/21/10 | \$2,242,506.67 | 23911           |        |           |        | \$0.00              |                     |        |                      | 0.00%         | \$25,801,225.70 | City of Columbus Ohio                                      |
| 12/27/10 | \$760,265.01   | 23971           |        |           |        | \$0.00              |                     |        |                      | 0.00%         | \$25,040,960.68 | Clark County Wahington School Vancouver WA                 |
| 12/30/10 |                |                 |        |           |        | \$0.00              |                     | 23474  | \$2,066.67           | 0.00%         | \$25,043,027.36 | Coupon   |
| 12/30/10 |                |                 |        |           |        | \$0.00              |                     | 23475  | \$26,666.67          | 0.00%         | \$25,069,694.03 | Coupon   |
| 12/31/10 |                |                 |        |           |        | \$0.00              |                     |        | \$1,077.31           | 0.00%         | \$25,070,771.34 | Federated Interest   |
| 12/31/10 |                |                 |        |           |        | \$0.00              |                     |        |                      | 0.00%         | \$25,070,771.34 |  |
| 01/01/11 |                |                 |        |           |        | \$0.00              |                     | 22477  | \$181,750.00         | 0.00%         | \$25,252,521.34 |  |
| 01/01/11 |                |                 |        |           |        | \$0.00              |                     | 22485  | \$125,000.00         | 0.00%         | \$25,377,521.34 | Coupon   |
| 01/01/11 |                |                 |        |           |        | \$0.00              |                     | 22497  | \$125,000.00         | 0.00%         | \$25,502,521.34 | Coupon   |
| 01/01/11 |                |                 |        |           |        | \$0.00              |                     | 22698  | \$84,875.00          | 0.00%         | \$25,587,396.34 | Coupon   |
| 01/01/11 |                |                 |        |           |        | \$0.00              |                     | 22776  | \$47,031.25          | 0.00%         | \$25,634,427.59 | Coupon   |
| 01/15/11 |                |                 |        |           |        | \$0.00              |                     | 22668  | \$15,000.00          | 0.00%         | \$25,649,427.59 | Coupon   |
| 01/28/11 |                |                 |        |           |        | \$921,265.10        |                     |        |                      | 0.56%         | \$24,728,162.49 | Expenses   |
| 01/31/11 |                |                 |        |           |        | \$921,265.10        |                     |        | \$216.45             | 0.56%         | \$24,728,378.94 | Federated Interest   |
| 02/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22473  | \$192,625.00         | 0.56%         | \$24,921,003.94 | Coupon   |
| 02/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22478  | \$12,512.50          | 0.56%         | \$24,933,516.44 | Coupon   |
| 02/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22508  | \$64,000.00          | 0.56%         | \$24,997,516.44 | Coupon   |
| 02/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22509  | \$80,000.00          | 0.56%         | \$25,077,516.44 | Coupon   |
| 02/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22626  | \$16,250.00          | 0.56%         | \$25,093,766.44 | Coupon   |
| 02/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22680  | \$82,012.50          | 0.56%         | \$25,175,778.94 | Coupon   |
| 02/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22870  | \$86,250.00          | 0.56%         | \$25,262,028.94 | Coupon   |
| 02/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22909  | \$22,500.00          | 0.56%         | \$25,284,528.94 | Coupon   |
| 02/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22910  | \$22,500.00          | 0.56%         | \$25,307,028.94 | Coupon   |
| 02/01/11 |                |                 |        |           |        | \$921,265.10        | \$1,500,000.00      | 22910  |                      | 0.56%         | \$26,807,028.94 | Chaska MN School District #112 CUSIP 161681RN3S&P AAA M-A1 |
| 02/15/11 |                |                 |        |           |        | \$921,265.10        |                     | 22479  | \$26,250.00          | 0.56%         | \$26,833,278.94 | Coupon   |
| 02/15/11 |                |                 |        |           |        | \$921,265.10        |                     | 22493  | \$77,500.00          | 0.56%         | \$26,910,778.94 | Coupon   |
| 02/28/11 |                |                 |        |           |        | \$921,265.10        |                     |        | \$206.08             | 0.56%         | \$26,910,985.02 | Federated Interest   |
| 03/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22487  | \$125,000.00         | 0.56%         | \$27,035,985.02 | Coupon   |
| 03/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22546  | \$51,875.00          | 0.56%         | \$27,087,860.02 | Coupon   |
| 03/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22548  | \$22,575.00          | 0.56%         | \$27,110,435.02 | Coupon   |
| 03/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22566  | \$65,250.00          | 0.56%         | \$27,175,685.02 | Coupon   |
| 03/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 23299  | \$19,000.00          | 0.56%         | \$27,194,685.02 | Coupon   |
| 03/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22474  | \$37,750.00          | 0.56%         | \$27,232,435.02 | Coupon   |
| 03/08/11 | \$425,728.00   | 24122           |        |           |        | \$921,265.10        |                     |        |                      | 0.56%         | \$26,806,807.02 | Salt Lake County Utah Series CUSIP 795676M75               |
| 03/31/11 |                |                 |        |           |        | \$921,265.10        |                     |        |                      | 0.56%         | \$26,806,807.02 | Expenses   |
| 03/31/11 |                |                 |        |           |        | \$921,265.10        |                     |        | \$228.62             | 0.56%         | \$26,807,035.64 | Federated Interest   |
| 03/31/11 |                |                 |        |           |        | \$921,265.10        |                     |        | \$0.00               | 0.56%         | \$26,807,035.64 |  |
| 04/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22491  | \$27,500.00          | 0.56%         | \$26,834,535.64 | Coupon   |
| 04/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22547  | \$100,000.00         | 0.56%         | \$26,934,535.64 | Coupon   |
| 04/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 23294  | \$29,550.00          | 0.56%         | \$26,964,085.64 | Coupon   |
| 04/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 23295  | \$18,750.00          | 0.56%         | \$26,982,835.64 | Coupon   |
| 04/01/11 |                |                 |        |           |        | \$921,265.10        | \$1,875,000.00      | 23295  |                      | 0.56%         | \$28,857,835.64 | Winnebago County WI CUSIP 947603QV7                        |
| 04/30/11 |                |                 |        |           |        | \$921,265.10        |                     |        | \$237.30             | 0.56%         | \$28,858,072.94 | Federated Interest   |
| 05/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22499  | \$122,000.00         | 0.56%         | \$28,980,072.94 | Coupon   |
| 05/01/11 |                |                 |        |           |        | \$921,265.10        |                     | 22679  | \$21,993.75          | 0.56%         | \$29,002,066.69 | Coupon   |

100%



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds  | Investment Cost | Inv ID | EXPENSES  |              | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description  |
|----------|----------------|-----------------|--------|-----------|--------------|---------------------|---------------------|--------|----------------------|---------------|-----------------|--|
|          |                |                 |        | Projected | Actual       |                     |                     |        |                      |               |                 |  |
| 05/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 22868  | \$31,250.00          | 0.56%         | \$29,033,316.69 | Coupon   |
| 05/01/11 |                |                 |        |           |              | \$921,265.10        | \$1,250,000.00      | 22868  |                      | 0.56%         | \$30,283,316.69 | CUSIP # 61334OD96 Montgomery County,MD AAA/Aaa                 |
| 05/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23472  | \$13,275.00          | 0.56%         | \$30,296,591.69 | Coupon   |
| 05/15/11 |                |                 |        |           |              | \$921,265.10        |                     | 22466  | \$89,875.00          | 0.56%         | \$30,386,466.69 | Coupon   |
| 05/15/11 |                |                 |        |           |              | \$921,265.10        |                     | 22498  | \$0.00               | 0.56%         | \$30,386,466.69 | Coupon   |
| 05/31/11 |                |                 |        |           |              | \$921,265.10        |                     |        | \$257.39             | 0.56%         | \$30,386,724.08 | Federated Interest   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 21159  | \$3,687.50           | 0.56%         | \$30,390,411.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 22492  | \$25,000.00          | 0.56%         | \$30,415,411.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 22500  | \$27,500.00          | 0.56%         | \$30,442,911.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 22507  | \$26,500.00          | 0.56%         | \$30,469,411.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 22512  | \$8,606.25           | 0.56%         | \$30,478,017.83 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 22518  | \$8,500.00           | 0.56%         | \$30,486,517.83 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 22515  | \$11,756.25          | 0.56%         | \$30,498,274.08 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 22567  | \$74,900.00          | 0.56%         | \$30,573,174.08 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 22871  | \$43,125.00          | 0.56%         | \$30,616,299.08 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23105  | \$30,000.00          | 0.56%         | \$30,646,299.08 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23157  | \$2,875.00           | 0.56%         | \$30,649,174.08 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23158  | \$3,562.50           | 0.56%         | \$30,652,736.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23160  | \$3,812.50           | 0.56%         | \$30,656,549.08 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23357  | \$6,000.00           | 0.56%         | \$30,662,549.08 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23358  | \$6,037.50           | 0.56%         | \$30,668,586.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23359  | \$6,150.00           | 0.56%         | \$30,674,736.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23360  | \$8,350.00           | 0.56%         | \$30,683,086.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23371  | \$3,750.00           | 0.56%         | \$30,686,836.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23559  | \$25,400.00          | 0.56%         | \$30,712,236.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23609  | \$1,537.50           | 0.56%         | \$30,713,774.08 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23610  | \$1,612.50           | 0.56%         | \$30,715,386.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23907  | \$5,000.00           | 0.56%         | \$30,720,386.58 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23971  | \$18,578.13          | 0.56%         | \$30,738,964.71 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23078  | \$6,350.00           | 0.56%         | \$30,745,314.71 | Coupon   |
| 06/01/11 |                |                 |        |           |              | \$921,265.10        |                     | 23074  | \$10,687.50          | 0.56%         | \$30,756,002.21 | Coupon   |
| 06/01/11 | \$1,993,708.00 |                 | 24289  |           |              | \$921,265.10        |                     |        |                      | 0.56%         | \$28,762,294.21 | Lees Summit,MO CUSIP 524282L12                                 |
| 06/02/11 | \$796,589.81   |                 | 24313  |           |              | \$921,265.10        |                     |        |                      | 0.56%         | \$27,965,704.40 | Coppell,Texas Independent School District CUSIP 217489O22      |
| 06/15/11 |                |                 |        |           |              | \$921,265.10        |                     | 22601  | \$36,700.00          | 0.56%         | \$28,002,404.40 | Coupon   |
| 06/15/11 |                |                 |        |           |              | \$921,265.10        |                     | 22648  | \$25,875.00          | 0.56%         | \$28,028,279.40 | Coupon   |
| 06/15/11 |                |                 |        |           |              | \$921,265.10        |                     | 22892  | \$25,000.00          | 0.56%         | \$28,053,279.40 | Coupon   |
| 06/15/11 |                |                 |        |           |              | \$921,265.10        |                     | 23302  | \$9,300.00           | 0.56%         | \$28,062,579.40 | Coupon   |
| 06/15/11 |                |                 |        |           |              | \$921,265.10        |                     | 23308  | \$9,150.00           | 0.56%         | \$28,071,729.40 | Coupon   |
| 06/15/11 |                |                 |        |           |              | \$921,265.10        |                     | 23941  | \$60,000.00          | 0.66%         | \$28,124,729.40 | Coupon   |
| 06/23/11 |                |                 |        |           | \$841,229.71 | \$1,762,494.81      |                     |        |                      | 1.07%         | \$27,280,499.69 | Expenses   |
| 06/30/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 23474  | \$2,325.00           | 1.07%         | \$27,282,824.69 | Coupon   |
| 06/30/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 23475  | \$30,000.00          | 1.07%         | \$27,312,824.69 | Coupon   |
| 06/30/11 |                |                 |        |           |              | \$1,762,494.81      |                     |        | \$229.37             | 1.07%         | \$27,313,054.06 | Federated Interest   |
| 07/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22477  | \$181,750.00         | 1.07%         | \$27,494,804.06 | Coupon   |
| 07/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22485  | \$125,000.00         | 1.07%         | \$27,619,804.06 | Coupon   |
| 07/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22497  | \$125,000.00         | 1.07%         | \$27,744,804.06 | Coupon   |
| 07/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22698  | \$84,875.00          | 1.07%         | \$27,829,679.06 | Coupon   |
| 07/01/11 |                |                 |        |           |              | \$1,762,494.81      | \$3,395,000.00      | 22695  |                      | 1.07%         | \$31,224,679.06 | CUSIP #917542MT6 Utah State, S&P AAA Moody's Aaa               |
| 07/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22776  | \$47,031.25          | 1.07%         | \$31,271,710.31 | Coupon   |
| 07/01/11 |                |                 |        |           |              | \$1,762,494.81      | \$1,750,000.00      | 22776  |                      | 1.07%         | \$33,021,710.31 | CUSIP #917542KY7 Utah State, S&P AAA/Moody's Aaa               |
| 07/15/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22668  | \$15,000.00          | 1.07%         | \$33,036,710.31 | Coupon   |
| 07/15/11 |                |                 |        |           |              | \$1,762,494.81      | \$1,000,000.00      | 22668  |                      | 1.07%         | \$34,036,710.31 | CUSIP #953106K26 West Hartford, CT S&P AAA Moody's Aaa         |
| 07/26/11 | \$548,087.17   |                 | 24551  |           |              | \$1,762,494.81      |                     |        |                      | 1.07%         | \$33,488,623.14 | CUSIP 041465KB0 Arlington Heights IL Park District Moody's Aaa |
| 07/31/11 |                |                 |        |           |              | \$1,762,494.81      |                     |        | \$284.41             | 1.07%         | \$33,488,907.55 | Federated Interest   |
| 08/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22473  | \$192,625.00         | 1.07%         | \$33,681,532.55 | Coupon   |
| 08/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22478  | \$12,512.50          | 1.07%         | \$33,694,045.05 | Coupon   |
| 08/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22505  | \$64,000.00          | 1.07%         | \$33,758,045.05 | Coupon   |
| 08/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22505  | \$80,000.00          | 1.07%         | \$33,838,045.05 | Coupon   |
| 08/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22626  | \$16,250.00          | 1.07%         | \$33,854,295.05 | Coupon   |
| 08/01/11 |                |                 |        |           |              | \$1,762,494.81      |                     | 22680  | \$82,012.50          | 1.07%         | \$33,936,307.55 | Coupon   |
| 08/01/11 |                |                 |        |           |              | \$1,762,494.81      | \$3,645,000.00      | 22680  |                      | 1.07%         | \$37,581,307.55 | CUSIP #0104104M7 Alabama State, S&P AA Moody's Aa2             |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES  |                | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description  |
|----------|---------------|-----------------|--------|-----------|----------------|---------------------|---------------------|--------|----------------------|---------------|-----------------|--|
|          |               |                 |        | Projected | Actual         |                     |                     |        |                      |               |                 |  |
| 08/01/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 22870  | \$86,250.00          | 1.07%         | \$37,667,557.55 | Coupon   |
| 08/01/11 |               |                 |        |           |                | \$1,762,494.81      | \$3,000,000.00      | 22870  |                      | 1.07%         | \$40,667,557.55 | CUSIP #373383GB8 Georgia State S&P AAA/Moody's Aaa     |
| 08/01/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 22909  | \$22,500.00          | 1.07%         | \$40,690,057.55 | Coupon   |
| 08/15/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 22479  | \$26,250.00          | 1.07%         | \$40,716,307.55 | Coupon   |
| 08/15/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 22498  | \$77,500.00          | 1.07%         | \$40,793,807.55 | Coupon   |
| 08/31/11 |               |                 |        |           |                | \$1,762,494.81      |                     |        | \$344.92             | 1.07%         | \$40,794,152.47 | Federated Interest                                     |
| 09/01/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 22487  | \$125,000.00         | 1.07%         | \$40,919,152.47 |  |
| 09/01/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 22546  | \$51,975.00          | 1.07%         | \$40,971,127.47 | Coupon   |
| 09/01/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 22548  | \$22,575.00          | 1.07%         | \$40,993,702.47 |  |
| 09/01/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 22566  | \$65,250.00          | 1.07%         | \$41,058,952.47 | Coupon   |
| 09/01/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 23299  | \$19,000.00          | 1.07%         | \$41,077,952.47 | Coupon   |
| 09/01/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 22474  | \$37,750.00          | 1.07%         | \$41,115,702.47 | Coupon   |
| 09/30/11 |               |                 |        |           |                | \$1,762,494.81      |                     |        | \$336.60             | 1.07%         | \$41,116,039.07 | Federated Interest                                     |
| 09/30/11 |               |                 |        |           | \$4,550,007.93 | \$0.00              |                     |        |                      | 1.07%         | \$41,116,039.07 |  |
| 10/01/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 22491  | \$27,500.00          | 1.07%         | \$41,143,539.07 | Coupon   |
| 10/01/11 |               |                 |        |           |                | \$1,762,494.81      | \$100,000.00        | 22547  |                      | 1.07%         | \$41,243,539.07 | Coupon   |
| 10/01/11 |               |                 |        |           |                | \$1,762,494.81      |                     | 23294  | \$29,550.00          | 1.07%         | \$41,273,089.07 | Coupon   |
| 10/06/11 |               |                 |        |           | \$199,178.39   | \$1,961,673.20      |                     |        |                      | 1.20%         | \$41,073,910.68 | Expenses   |
| 10/24/11 | \$415,853.43  | 25251           |        |           |                | \$1,961,673.20      |                     |        |                      | 1.20%         | \$40,658,057.25 | Savage, MN RE & IMPT-Ser D CUSIP 80465PBF0             |
| 10/25/11 | \$332,894.25  | 25252           |        |           |                | \$1,961,673.20      |                     |        |                      | 1.20%         | \$40,325,163.00 | Collierville, TN REF CUSIP 194702VU7                   |
| 10/31/11 |               |                 |        |           |                | \$1,961,673.20      |                     |        | \$346.26             | 1.20%         | \$40,325,509.26 | Federated Interest                                     |
| 11/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22499  | \$122,000.00         | 1.20%         | \$40,447,509.26 | Coupon   |
| 11/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22679  | \$21,993.75          | 1.20%         | \$40,469,503.01 | Coupon   |
| 11/01/11 |               |                 |        |           |                | \$1,961,673.20      | \$1,035,000.00      | 22679  |                      | 1.20%         | \$41,504,503.01 | CUSIP #262651RW4 DuPage County Forest Preserve AAA/Aaa |
| 11/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23472  | \$13,275.00          | 1.20%         | \$41,517,778.01 | Coupon   |
| 11/15/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22466  | \$89,875.00          | 1.20%         | \$41,607,653.01 | Coupon   |
| 11/30/11 |               |                 |        |           |                | \$1,961,673.20      |                     |        | \$340.38             | 1.20%         | \$41,607,993.39 | Federated Interest                                     |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      | \$635,000.00        | 23073  |                      | 1.20%         | \$42,242,993.39 | Wilmette, IL   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23074  | \$10,687.50          | 1.20%         | \$42,253,680.89 |  |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 21159  | \$3,687.50           | 1.20%         | \$42,257,368.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22492  | \$25,000.00          | 1.20%         | \$42,282,368.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22500  | \$27,500.00          | 1.20%         | \$42,309,868.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22507  | \$26,500.00          | 1.20%         | \$42,336,368.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22512  | \$8,606.25           | 1.20%         | \$42,344,974.64 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23073  | \$6,350.00           | 1.20%         | \$42,351,324.64 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      | \$800,000.00        | 22513  | \$8,500.00           | 1.20%         | \$43,159,824.64 | CUSIP #215543JQ3 Main Township HS AA+                  |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22515  | \$11,756.25          | 1.20%         | \$43,171,580.89 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22567  | \$74,900.00          | 1.20%         | \$43,246,480.89 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22871  | \$43,125.00          | 1.20%         | \$43,289,605.89 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      | \$2,000,000.00      | 23105  |                      | 1.20%         | \$45,289,605.89 | Schaumburg SD #54 CUSIP 213561RH8 S&P AA               |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23105  | \$30,000.00          | 1.20%         | \$45,319,605.89 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      | \$230,000.00        | 23157  |                      | 1.20%         | \$45,549,605.89 | Mount Prospect CUSIP #622826SA4 S&P AA                 |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23157  | \$2,875.00           | 1.20%         | \$45,552,480.89 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23158  | \$3,562.50           | 1.20%         | \$45,556,043.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23160  | \$3,812.50           | 1.20%         | \$45,559,855.89 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23357  | \$6,000.00           | 1.20%         | \$45,565,855.89 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      | \$800,000.00        | 23357  |                      | 1.20%         | \$46,365,855.89 | Schaumburg IL CUSIP 806347JK7                          |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23358  | \$6,037.50           | 1.20%         | \$46,371,893.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23359  | \$6,150.00           | 1.20%         | \$46,378,043.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23360  | \$8,350.00           | 1.20%         | \$46,386,393.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23371  | \$3,750.00           | 1.20%         | \$46,390,143.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      | \$600,000.00        | 23371  |                      | 1.20%         | \$46,890,143.39 | Naperville IL CUSIP 630412TA2                          |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23558  | \$25,400.00          | 1.20%         | \$46,915,543.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23609  | \$1,537.50           | 1.20%         | \$46,917,080.89 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23610  | \$1,612.50           | 1.20%         | \$46,918,693.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23907  | \$5,000.00           | 1.20%         | \$46,923,693.39 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      | \$250,000.00        | 23907  |                      | 1.20%         | \$47,173,693.39 | Olentangy Local School District Ohio                   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 23971  | \$18,578.13          | 1.20%         | \$47,192,271.52 | Coupon   |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      | \$725,000.00        | 23971  |                      | 1.20%         | \$47,917,271.52 | Clark County Wahington School Vancouver, WA            |
| 12/01/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 24561  | \$5,250.00           | 1.20%         | \$47,922,521.52 | Coupon   |
| 12/15/11 |               |                 |        |           |                | \$1,961,673.20      |                     | 22604  | \$36,700.00          | 1.20%         | \$47,959,221.52 | Coupon   |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds  | Investment Cost | Inv ID | EXPENSES  |        | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description   |
|----------|----------------|-----------------|--------|-----------|--------|---------------------|---------------------|--------|----------------------|---------------|-----------------|---|
|          |                |                 |        | Projected | Actual |                     |                     |        |                      |               |                 |   |
| 12/15/11 |                |                 |        |           |        | \$1,961,673.20      |                     | 22646  | \$25,875.00          | 1.20%         | \$47,985,096.52 | Coupon  |
| 12/15/11 |                |                 |        |           |        | \$1,961,673.20      |                     | 22892  | \$25,000.00          | 1.20%         | \$48,010,096.52 | Coupon  |
| 12/15/11 |                |                 |        |           |        | \$1,961,673.20      |                     | 23302  | \$9,300.00           | 1.20%         | \$48,019,396.52 | Coupon  |
| 12/15/11 |                |                 |        |           |        | \$1,961,673.20      |                     | 23303  | \$9,150.00           | 1.20%         | \$48,028,546.52 | Coupon  |
| 12/15/11 |                |                 |        |           |        | \$1,961,673.20      | \$915,000.00        | 23308  |                      | 1.20%         | \$48,943,546.52 | Downers Grove SD 58 CUSIP 263165GH9 Moody's Aa2           |
| 12/15/11 |                |                 |        |           |        | \$1,961,673.20      |                     | 23911  | \$50,000.00          | 1.20%         | \$48,993,546.52 | Coupon  |
| 12/15/11 |                |                 |        |           |        | \$1,961,673.20      |                     | 24122  | \$12,311.11          | 1.20%         | \$49,005,857.63 | Coupon  |
| 12/20/11 | \$3,292,393.33 | 25733           |        |           |        | \$1,961,673.20      |                     |        |                      | 1.20%         | \$45,713,464.30 | Stamford CT, CUSIP 852634EW0                              |
| 12/31/11 |                |                 |        |           |        | \$1,961,673.20      |                     |        | \$2,360.00           | 1.20%         | \$45,715,824.32 | Federated Interest  |
| 12/31/11 |                |                 |        |           |        | \$1,961,673.20      |                     |        |                      | 1.20%         | \$45,715,824.32 |   |
| 01/01/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 22477  | \$181,750.00         | 1.20%         | \$45,897,574.32 |   |
| 01/01/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 22485  | \$125,000.00         | 1.20%         | \$46,022,574.32 | Coupon  |
| 01/03/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 23474  | \$2,325.00           | 1.20%         | \$46,024,899.32 | Coupon  |
| 01/03/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 23475  | \$30,000.00          | 1.20%         | \$46,054,899.32 | Coupon  |
| 01/01/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 22497  | \$125,000.00         | 1.20%         | \$46,179,899.32 | Coupon  |
| 01/31/12 |                |                 |        |           |        | \$1,961,673.20      |                     |        | \$390.65             | 1.20%         | \$46,180,289.97 | Federated Interest  |
| 02/01/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 22473  | \$192,625.00         | 1.20%         | \$46,372,914.97 | Coupon  |
| 02/01/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 22478  | \$12,512.50          | 1.20%         | \$46,385,427.47 | Coupon  |
| 02/01/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 22508  | \$64,000.00          | 1.20%         | \$46,449,427.47 | Coupon  |
| 02/01/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 22509  | \$80,000.00          | 1.20%         | \$46,529,427.47 | Coupon  |
| 02/01/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 22626  | \$16,250.00          | 1.20%         | \$46,545,677.47 | Coupon  |
| 02/01/12 |                |                 |        |           |        | \$1,961,673.20      |                     | 22909  | \$22,500.00          | 1.20%         | \$46,568,177.47 | Coupon  |
| 02/01/12 |                |                 |        |           |        | \$1,961,673.20      | \$1,500,000.00      | 22909  |                      | 1.20%         | \$48,068,177.47 | Chaska MN School District #112 CUSIP 161681RPS&P AAA M-A1 |
| 02/06/12 |                |                 |        |           |        | \$2,513,078.88      |                     |        |                      | 1.53%         | \$47,516,771.79 | Expenses  |
| 02/13/12 | \$392,566.61   | 26138           |        |           |        | \$2,513,078.88      |                     |        |                      | 1.53%         | \$47,124,205.18 | Hanover County VA CUSIP 410774PY3                         |
| 02/14/12 | \$328,908.33   | 26146           |        |           |        | \$2,513,078.88      |                     |        |                      | 1.53%         | \$46,795,296.85 | Columbus, OH CUSIP 199491L90                              |
| 02/15/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22479  | \$26,250.00          | 1.53%         | \$46,821,546.85 | Coupon  |
| 02/15/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22493  | \$77,500.00          | 1.53%         | \$46,899,046.85 | Coupon  |
| 02/15/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 24313  | \$12,148.89          | 1.53%         | \$46,911,195.74 | Coupon  |
| 02/16/12 | \$449,486.19   | 26157           |        |           |        | \$2,513,078.88      |                     |        |                      | 1.53%         | \$46,461,709.55 | South Hampton, NY CUSIP 841098BM7                         |
| 02/23/12 | \$589,380.17   | 26186           |        |           |        | \$2,513,078.88      |                     |        |                      | 1.53%         | \$45,872,329.38 | Delaware State CUSIP 246380T74                            |
| 02/29/12 |                |                 |        |           |        | \$2,513,078.88      |                     |        | \$371.24             | 1.53%         | \$45,872,700.62 | Federated Interest  |
| 03/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22487  | \$125,000.00         | 1.53%         | \$45,997,700.62 |   |
| 03/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     |        |                      | 1.53%         | \$45,997,700.62 |   |
| 03/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22546  | \$22,575.00          | 1.53%         | \$46,020,275.62 |   |
| 03/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22566  | \$65,250.00          | 1.53%         | \$46,085,525.62 | Coupon  |
| 03/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 23299  | \$19,000.00          | 1.53%         | \$46,104,525.62 | Coupon  |
| 03/01/12 |                |                 |        |           |        | \$2,513,078.88      | \$1,900,000.00      | 23299  |                      | 1.53%         | \$48,004,525.62 | Washington County Utah SD St. George CUSIP 938718XQ1      |
| 03/01/12 |                |                 |        |           |        | \$2,513,078.88      | \$410,000.00        | 25251  | \$6,150.00           | 1.53%         | \$48,420,675.62 | Savage, MN RE & IMPT-Ser D CUSIP 80465PBF0                |
| 03/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 26186  | \$13,125.00          | 1.53%         | \$48,433,800.62 | Coupon  |
| 03/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22474  | \$37,750.00          | 1.53%         | \$48,471,550.62 | Coupon  |
| 03/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22546  | \$51,975.00          | 1.53%         | \$48,523,525.62 | Coupon  |
| 03/29/12 | \$1,284,753.80 | 26222           |        |           |        | \$2,513,078.88      |                     | 26222  |                      | 1.53%         | \$47,238,771.82 | Iowa City IA Sch District CUSIP 462326HW2                 |
| 03/31/12 |                |                 |        |           |        | \$2,513,078.88      |                     |        |                      | 1.53%         | \$47,238,771.82 |   |
| 03/31/12 |                |                 |        |           |        | \$2,513,078.88      |                     |        | \$409.70             | 1.53%         | \$47,239,181.52 | Federated Interest  |
| 04/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 23294  | \$29,550.00          | 1.53%         | \$47,268,731.52 | Coupon  |
| 04/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22491  | \$27,500.00          | 1.53%         | \$47,296,231.52 | Coupon  |
| 04/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22547  | \$100,000.00         | 1.53%         | \$47,396,231.52 | Coupon  |
| 04/01/12 |                |                 |        |           |        | \$2,513,078.88      | \$3,940,000.00      | 23294  |                      | 1.53%         | \$51,336,231.52 | Winnebago County WI CUSIP 947603QW5                       |
| 04/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 24289  | \$47,500.00          | 1.53%         | \$51,383,731.52 | Coupon  |
| 04/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 25252  | \$2,816.67           | 1.53%         | \$51,386,548.19 | Coupon Collierville, TN REF CUSIP 194702VU7               |
| 04/30/12 |                |                 |        |           |        | \$2,513,078.88      |                     |        | \$419.77             | 1.53%         | \$51,386,967.96 | Federated Interest  |
| 05/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22499  | \$122,000.00         | 1.53%         | \$51,508,967.96 | Coupon  |
| 05/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 23472  | \$13,275.00          | 1.53%         | \$51,522,242.96 | Coupon  |
| 05/15/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22466  | \$89,875.00          | 1.53%         | \$51,612,117.96 | Coupon  |
| 05/31/12 |                |                 |        |           |        | \$2,513,078.88      |                     |        | \$436.51             | 1.53%         | \$51,612,554.47 | Federated Interest  |
| 06/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 21159  | \$3,687.50           | 1.53%         | \$51,616,241.97 | Coupon  |
| 06/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22492  | \$25,000.00          | 1.53%         | \$51,641,241.97 | Coupon  |
| 06/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22500  | \$27,500.00          | 1.53%         | \$51,668,741.97 | Coupon  |
| 06/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22507  | \$26,500.00          | 1.53%         | \$51,695,241.97 | Coupon  |
| 06/01/12 |                |                 |        |           |        | \$2,513,078.88      |                     | 22512  | \$8,606.25           | 1.53%         | \$51,703,848.22 | Coupon  |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES       |                | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description  |
|----------|---------------|-----------------|--------|----------------|----------------|---------------------|---------------------|--------|----------------------|---------------|-----------------|--|
|          |               |                 |        | Projected      | Actual         |                     |                     |        |                      |               |                 |  |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 22515  | \$11,756.25          | 1.53%         | \$51,715,604.47 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 22567  | \$74,900.00          | 1.53%         | \$51,790,504.47 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 22871  | \$43,125.00          | 1.53%         | \$51,833,629.47 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     |        | \$10,687.50          | 1.53%         | \$51,844,316.97 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 23158  | \$3,562.50           | 1.53%         | \$51,847,879.47 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 23160  | \$3,812.50           | 1.53%         | \$51,851,691.97 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 23358  | \$6,037.50           | 1.53%         | \$51,857,729.47 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 23359  | \$6,150.00           | 1.53%         | \$51,863,879.47 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 23360  | \$8,350.00           | 1.53%         | \$51,872,229.47 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 23559  | \$25,400.00          | 1.53%         | \$51,897,629.47 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 23609  | \$1,537.50           | 1.53%         | \$51,899,166.97 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 23610  | \$1,612.50           | 1.53%         | \$51,900,779.47 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 24551  | \$5,250.00           | 1.53%         | \$51,906,029.47 | Coupon   |
| 06/01/12 |               |                 |        |                |                | \$2,513,078.88      |                     | 26146  | \$6,000.00           | 1.53%         | \$51,912,029.47 | Coupon   |
| 06/14/12 |               |                 |        | \$4,639,785.78 | \$909,933.83   | \$3,423,012.71      |                     |        |                      | 2.09%         | \$51,002,095.64 | Expenses   |
| 06/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22604  | \$36,700.00          | 2.09%         | \$51,038,795.64 | Coupon   |
| 06/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22646  | \$25,875.00          | 2.09%         | \$51,064,670.64 | Coupon   |
| 06/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22892  | \$25,000.00          | 2.09%         | \$51,089,670.64 | Coupon   |
| 06/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 23302  | \$9,300.00           | 2.09%         | \$51,098,970.64 | Coupon   |
| 06/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 23911  | \$50,000.00          | 2.09%         | \$51,148,970.64 | Coupon   |
| 06/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 24122  | \$8,000.00           | 2.09%         | \$51,156,970.64 | Coupon   |
| 06/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 26157  | \$8,200.00           | 2.09%         | \$51,165,170.64 | Coupon   |
| 06/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     |        | \$75,000.00          | 2.09%         | \$51,240,170.64 | Coupon   |
| 06/30/12 |               |                 |        |                |                | \$3,423,012.71      |                     |        | \$421.97             | 2.09%         | \$51,240,592.61 | Federated Interest   |
| 07/01/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22477  | \$181,750.00         | 2.09%         | \$51,422,342.61 | Coupon   |
| 07/01/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22485  | \$125,000.00         | 2.09%         | \$51,547,342.61 | Coupon   |
| 07/01/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22497  | \$125,000.00         | 2.09%         | \$51,672,342.61 | Coupon   |
| 07/02/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 23474  | \$2,325.00           | 2.09%         | \$51,674,667.61 | Coupon   |
| 07/02/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 23475  | \$30,000.00          | 2.09%         | \$51,704,667.61 | Coupon   |
| 07/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 26138  | \$8,750.00           | 2.09%         | \$51,713,417.61 | Coupon   |
| 07/31/12 |               |                 |        |                |                | \$3,423,012.71      |                     |        | \$437.59             | 2.09%         | \$51,713,855.20 | Federated Interest   |
| 08/01/12 |               |                 |        |                |                | \$3,423,012.71      | \$7,705,000.00      | 22473  | \$192,625.00         | 2.09%         | \$59,611,480.20 | CUSIP # 64966GYV8 New York City, NY S&P AA / Moody's Aa3                             |
| 08/01/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22478  | \$12,512.50          | 2.09%         | \$59,623,992.70 | Coupon   |
| 08/01/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22508  | \$64,000.00          | 2.09%         | \$59,687,992.70 | Coupon   |
| 08/01/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22509  | \$80,000.00          | 2.09%         | \$59,767,992.70 | Coupon   |
| 08/01/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22628  | \$16,250.00          | 2.09%         | \$59,784,242.70 | Coupon   |
| 08/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22479  | \$26,250.00          | 2.09%         | \$59,810,492.70 | Coupon   |
| 08/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 22493  | \$77,500.00          | 2.09%         | \$59,887,992.70 | Coupon   |
| 08/15/12 |               |                 |        |                |                | \$3,423,012.71      |                     | 24313  | \$7,700.00           | 2.09%         | \$59,895,692.70 | Coupon   |
| 08/31/12 |               |                 |        | \$9.00         | \$1,445,801.33 | \$4,868,814.04      |                     |        |                      | 2.97%         | \$58,449,891.37 | Expenses   |
| 08/31/12 |               |                 |        |                |                | \$4,868,814.04      |                     |        | \$507.90             | 2.97%         | \$58,450,399.27 | Federated Interest   |
| 09/01/12 |               |                 |        |                |                | \$4,868,814.04      |                     | 22487  | \$125,000.00         | 2.97%         | \$58,575,399.27 |  |
| 09/01/12 |               |                 |        |                |                | \$4,868,814.04      |                     | 22546  | \$51,975.00          | 2.97%         | \$58,627,374.27 | Coupon   |
| 09/01/12 |               |                 |        |                |                | \$4,868,814.04      |                     | 22548  | \$22,575.00          | 2.97%         | \$58,649,949.27 |  |
| 09/01/12 |               |                 |        |                |                | \$4,868,814.04      |                     | 22566  | \$65,250.00          | 2.97%         | \$58,715,199.27 | Coupon   |
| 09/01/12 |               |                 |        |                |                | \$4,868,814.04      |                     | 26186  | \$13,125.00          | 2.97%         | \$58,728,324.27 | Coupon   |
| 09/01/12 |               |                 |        |                |                | \$4,868,814.04      |                     | 22474  | \$37,750.00          | 2.97%         | \$58,766,074.27 | Coupon   |
| 09/04/12 |               |                 |        |                |                | \$9,407,917.57      |                     |        |                      | 5.74%         | \$54,226,970.74 | Expense that should have occurred on 11/22/10, mistakenly taken for Referendum Bonds |
| 09/18/12 |               |                 |        | \$4,661,119.53 | \$1,522,946.44 | \$10,930,864.01     |                     |        |                      | 6.66%         | \$52,704,024.30 | Expense  |
| 09/30/12 |               |                 |        |                |                | \$10,930,864.01     |                     |        | \$441.39             | 6.66%         | \$52,704,465.69 | Federated Interest   |
| 10/01/12 |               |                 |        |                |                | \$10,930,864.01     |                     | 22491  | \$27,500.00          | 6.66%         | \$52,731,965.69 | Coupon   |
| 10/01/12 |               |                 |        |                |                | \$10,930,864.01     | \$4,000,000.00      | 22547  |                      | 6.66%         | \$56,731,965.69 | CUSIP #3733832W7 Georgia, Moody's Aaa S&P AAA  |
| 10/01/12 |               |                 |        |                |                | \$10,930,864.01     | \$100,000.00        | 22547  |                      | 6.66%         | \$56,831,965.69 | Coupon   |
| 10/01/12 |               |                 |        |                |                | \$10,930,864.01     |                     | 24289  | \$28,500.00          | 6.66%         | \$56,860,465.69 | Coupon   |
| 10/01/12 |               |                 |        |                |                | \$10,930,864.01     |                     | 25252  | \$3,250.00           | 6.66%         | \$56,863,715.69 | Collierville, TN REF CUSIP 194702VU7   |
| 11/01/12 |               |                 |        |                |                | \$10,930,864.01     |                     | 22498  | \$122,000.00         | 6.66%         | \$56,985,715.69 | Coupon   |
| 11/01/12 |               |                 |        |                |                | \$10,930,864.01     |                     | 23472  | \$13,275.00          | 6.66%         | \$56,998,990.69 | Coupon   |
| 11/15/12 |               |                 |        |                |                | \$10,930,864.01     |                     | 22466  | \$89,875.00          | 6.66%         | \$57,088,865.69 | Coupon   |
| 12/01/12 |               |                 |        |                |                | \$10,930,864.01     |                     | 21159  | \$3,687.50           | 6.66%         | \$57,092,553.19 | Coupon   |
| 12/01/12 |               |                 |        |                |                | \$10,930,864.01     |                     | 22492  | \$25,000.00          | 6.66%         | \$57,117,553.19 | Coupon   |
| 12/01/12 |               |                 |        |                |                | \$10,930,864.01     |                     | 22500  | \$27,500.00          | 6.66%         | \$57,145,053.19 | Coupon   |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES  |                | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description  |
|----------|---------------|-----------------|--------|-----------|----------------|---------------------|---------------------|--------|----------------------|---------------|-----------------|--|
|          |               |                 |        | Projected | Actual         |                     |                     |        |                      |               |                 |  |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 22507  | \$26,500.00          | 6.66%         | \$57,171,553.19 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 22512  | \$8,606.25           | 6.66%         | \$57,180,159.44 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     | \$810,000.00        | 22512  | \$8,606.25           | 6.66%         | \$57,998,765.69 | CUSIP #215543JR1 Main Township HS, AA+                 |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 22515  | \$11,756.25          | 6.66%         | \$58,010,521.94 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     | \$74,900.00         | 22567  |                      | 6.66%         | \$58,085,421.94 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 22871  | \$43,125.00          | 6.66%         | \$58,128,546.94 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     | \$1,500,000.00      | 22871  |                      | 6.66%         | \$59,628,546.94 | CUSIP # 509076AL9 Lake County Sch Dist 112 S&P AAA/AA1 |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23153  | \$3,687.50           | 6.66%         | \$59,632,234.44 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23160  | \$3,812.50           | 6.66%         | \$59,636,046.94 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23353  | \$6,037.50           | 6.66%         | \$59,642,084.44 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     | \$805,000.00        | 23353  |                      | 6.66%         | \$60,447,084.44 | Schaumburg IL CUSIP806347JL5                           |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23359  | \$6,150.00           | 6.66%         | \$60,453,234.44 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23360  | \$8,350.00           | 6.66%         | \$60,461,584.44 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23559  | \$25,400.00          | 6.66%         | \$60,486,984.44 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     | \$205,000.00        | 23609  |                      | 6.66%         | \$60,691,984.44 | Arlington Heights IL CUSIP 041447YF4                   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23609  | \$1,537.50           | 6.66%         | \$60,693,521.94 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23610  | \$1,612.50           | 6.66%         | \$60,695,134.44 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 24551  | \$5,250.00           | 6.66%         | \$60,700,384.44 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 26146  | \$6,000.00           | 6.66%         | \$60,706,384.44 | Coupon   |
| 12/01/12 |               |                 |        |           |                | \$10,930,864.01     |                     |        | \$24,401.67          | 6.66%         | \$60,730,786.11 | Coupon   |
| 12/15/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 22604  | \$36,700.00          | 6.66%         | \$60,767,486.11 | Coupon   |
| 12/15/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 22646  | \$25,875.00          | 6.66%         | \$60,793,361.11 | Coupon   |
| 12/15/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 22892  | \$25,000.00          | 6.66%         | \$60,818,361.11 | Coupon   |
| 12/15/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23302  | \$9,300.00           | 6.66%         | \$60,827,661.11 | Coupon   |
| 12/15/12 |               |                 |        |           |                | \$10,930,864.01     | \$930,000.00        | 23302  |                      | 6.66%         | \$61,757,661.11 | Downers Grove SD 58 CUSIP 263165GJ5 Moody's Aa2        |
| 12/15/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23911  | \$50,000.00          | 6.66%         | \$61,807,661.11 | Coupon   |
| 12/15/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 24122  | \$8,000.00           | 6.66%         | \$61,815,661.11 | Coupon   |
| 12/15/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 25733  | \$75,000.00          | 6.66%         | \$61,890,661.11 | Coupon   |
| 12/15/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 26157  | \$8,200.00           | 6.66%         | \$61,898,861.11 | Coupon   |
| 12/30/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23474  | \$2,325.00           | 6.66%         | \$61,901,186.11 | Coupon   |
| 12/30/12 |               |                 |        |           |                | \$10,930,864.01     | \$155,000.00        | 23474  |                      | 6.66%         | \$62,056,186.11 | Indian Prairie SD #204 CUSIP 262608QT2                 |
| 12/30/12 |               |                 |        |           |                | \$10,930,864.01     |                     | 23475  | \$30,000.00          | 6.66%         | \$62,086,186.11 | Coupon   |
| 12/31/12 |               |                 |        |           | \$4,681,982.64 | \$15,612,846.65     |                     |        |                      | 9.52%         | \$57,404,203.47 |  |
| 01/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22477  | \$181,750.00         | 9.52%         | \$57,585,953.47 |  |
| 01/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22485  | \$125,000.00         | 9.52%         | \$57,710,953.47 | Coupon   |
| 01/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22497  | \$125,000.00         | 9.52%         | \$57,835,953.47 | Coupon   |
| 01/15/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 26133  | \$8,750.00           | 9.52%         | \$57,844,703.47 | Coupon   |
| 02/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22473  | \$12,512.50          | 9.52%         | \$57,857,215.97 | Coupon   |
| 02/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22509  | \$64,000.00          | 9.52%         | \$57,921,215.97 | Coupon   |
| 02/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22509  | \$80,000.00          | 9.52%         | \$58,001,215.97 | Coupon   |
| 02/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22625  | \$16,250.00          | 9.52%         | \$58,017,465.97 | Coupon   |
| 02/15/13 |               |                 |        |           |                | \$15,612,846.65     | \$875,000.00        | 22479  |                      | 9.52%         | \$58,892,465.97 | CUSIP # 646030FS1 New Jersey S&P AA/Moody's Aa3        |
| 02/15/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22479  | \$26,500.00          | 9.52%         | \$58,918,965.97 | Coupon   |
| 02/15/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22498  | \$77,500.00          | 9.52%         | \$58,996,465.97 | Coupon   |
| 02/15/13 |               |                 |        |           |                | \$15,612,846.65     | \$3,100,000.00      | 22498  |                      | 9.52%         | \$62,096,465.97 | CUSIP # 487694DT6 Keller School, TX S&P AA/Moody's Aa3 |
| 02/15/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 24313  | \$7,700.00           | 9.52%         | \$62,104,165.97 | Coupon   |
| 03/01/13 |               |                 |        |           |                | \$15,612,846.65     | \$5,000,000.00      | 22487  |                      | 9.52%         | \$67,104,165.97 | CUSIP # 030863N68 Wake County, NC S&P AAA/Moody's Aaa  |
| 03/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22487  | \$125,000.00         | 9.52%         | \$67,229,165.97 | Coupon   |
| 03/01/13 |               |                 |        |           |                | \$15,612,846.65     | \$51,076.00         | 22545  |                      | 9.52%         | \$67,281,140.97 | Coupon   |
| 03/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22545  | \$22,575.00          | 9.52%         | \$67,303,715.97 | Coupon   |
| 03/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 22565  | \$65,250.00          | 9.52%         | \$67,368,965.97 | Coupon   |
| 03/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     | 26105  | \$13,125.00          | 9.52%         | \$67,382,090.97 | Coupon   |
| 03/01/13 |               |                 |        |           |                | \$15,612,846.65     |                     |        |                      | 9.52%         | \$67,382,090.97 | Coupon   |
| 03/31/13 |               |                 |        |           | \$4,736,104.20 | \$20,349,040.94     |                     |        |                      | 12.41%        | \$62,645,896.68 |  |
| 04/01/13 |               |                 |        |           |                | \$20,349,040.94     |                     | 22491  | \$27,500.00          | 12.41%        | \$62,673,396.68 | Coupon   |
| 04/01/13 |               |                 |        |           |                | \$20,349,040.94     |                     | 24200  | \$20,500.00          | 12.41%        | \$62,701,896.68 | Coupon   |
| 04/01/13 |               |                 |        |           |                | \$20,349,040.94     | \$1,900,000.00      | 24200  |                      | 12.41%        | \$64,601,896.68 | Lees Summit, MO CUSIP 524202LL2                        |
| 04/01/13 |               |                 |        |           |                | \$20,349,040.94     | \$325,000.00        | 25252  | \$3,250.00           | 12.41%        | \$64,930,146.68 | Collierville, TN REF CUSIP 194702VU7                   |
| 05/01/13 |               |                 |        |           |                | \$20,349,040.94     |                     | 22439  | \$122,000.00         | 12.41%        | \$65,052,146.68 | Coupon   |
| 05/01/13 |               |                 |        |           |                | \$20,349,040.94     |                     | 23472  | \$13,275.00          | 12.41%        | \$65,065,421.68 | Coupon   |
| 05/15/13 |               |                 |        |           |                | \$20,349,040.94     |                     | 22465  | \$89,875.00          | 12.41%        | \$65,155,296.68 | Coupon   |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES       |        | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description   |
|----------|---------------|-----------------|--------|----------------|--------|---------------------|---------------------|--------|----------------------|---------------|-----------------|---|
|          |               |                 |        | Projected      | Actual |                     |                     |        |                      |               |                 |   |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 21159  | \$3,687.50           | 12.41%        | \$65,158,984.18 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 22487  | \$125,000.00         | 12.41%        | \$65,283,984.18 |   |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 22492  | \$25,000.00          | 12.41%        | \$65,308,984.18 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 22500  | \$27,500.00          | 12.41%        | \$65,336,484.18 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 22507  | \$26,500.00          | 12.41%        | \$65,362,984.18 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 22515  | \$11,756.25          | 12.41%        | \$65,374,740.43 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     | \$74,900.00         | 22567  |                      | 12.41%        | \$65,449,640.43 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 23153  | \$3,687.50           | 12.41%        | \$65,453,327.93 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 23160  | \$3,812.50           | 12.41%        | \$65,457,140.43 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 23359  | \$6,150.00           | 12.41%        | \$65,463,290.43 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 23360  | \$8,350.00           | 12.41%        | \$65,471,640.43 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 23610  | \$1,612.50           | 12.41%        | \$65,473,252.93 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 24551  | \$5,250.00           | 12.41%        | \$65,478,502.93 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 26146  | \$6,000.00           | 12.41%        | \$65,484,502.93 | Coupon  |
| 06/01/13 |               |                 |        |                |        | \$20,349,040.94     |                     |        | \$18,150.00          | 12.41%        | \$65,502,652.93 | Coupon  |
| 06/15/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 22604  | \$36,700.00          | 12.41%        | \$65,539,352.93 | Coupon  |
| 06/15/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 22646  | \$25,875.00          | 12.41%        | \$65,565,227.93 | Coupon  |
| 06/15/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 22892  | \$25,000.00          | 12.41%        | \$65,590,227.93 | Coupon  |
| 06/15/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 23911  | \$50,000.00          | 12.41%        | \$65,640,227.93 | Coupon  |
| 06/15/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 25733  | \$75,000.00          | 12.41%        | \$65,715,227.93 | Coupon  |
| 06/15/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 26157  | \$8,200.00           | 12.41%        | \$65,723,427.93 | Coupon  |
| 06/30/13 |               |                 |        |                |        | \$20,349,040.94     |                     | 23475  | \$30,000.00          | 12.41%        | \$65,753,427.93 | Coupon  |
| 06/30/13 |               |                 |        | \$4,758,560.66 |        | \$25,107,601.60     |                     |        |                      | 15.31%        | \$60,994,867.27 |   |
| 07/01/13 |               |                 |        |                |        | \$25,107,601.60     | \$7,270,000.00      | 22477  |                      | 15.31%        | \$68,264,867.27 | CUSIP # 93974BFB3 Washington S&P AA/Moody's Aa1           |
| 07/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 22477  | \$181,750.00         | 15.31%        | \$68,446,617.27 |   |
| 07/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 22485  | \$125,000.00         | 15.31%        | \$68,571,617.27 | Coupon  |
| 07/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 22492  | \$125,000.00         | 15.31%        | \$68,696,617.27 | Coupon  |
| 07/01/13 |               |                 |        |                |        | \$25,107,601.60     | \$5,000,000.00      | 22497  |                      | 15.31%        | \$73,696,617.27 | CUSIP # 4197800S69 Hawaii S&P AA/Moody's Aa2              |
| 07/15/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 26133  | \$8,750.00           | 15.31%        | \$73,705,367.27 | Coupon  |
| 08/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 22473  | \$12,512.50          | 15.31%        | \$73,717,879.77 | Coupon  |
| 08/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 22503  | \$64,000.00          | 15.31%        | \$73,781,879.77 | Coupon  |
| 08/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 22509  | \$80,000.00          | 15.31%        | \$73,861,879.77 | Coupon  |
| 08/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 22626  | \$16,250.00          | 15.31%        | \$73,878,129.77 | Coupon  |
| 08/15/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 24313  | \$7,700.00           | 15.31%        | \$73,885,829.77 | Coupon  |
| 08/15/13 |               |                 |        |                |        | \$25,107,601.60     | \$770,000.00        | 24313  |                      | 15.31%        | \$74,655,829.77 | Coppell Texas Independent School District CUSIP 217489Q22 |
| 09/01/13 |               |                 |        |                |        | \$25,107,601.60     | \$51,975.00         | 22546  |                      | 15.31%        | \$74,707,804.77 | Coupon  |
| 09/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 22543  | \$22,575.00          | 15.31%        | \$74,730,379.77 |   |
| 09/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 22566  | \$65,250.00          | 15.31%        | \$74,795,629.77 | Coupon  |
| 09/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     | 26186  | \$13,125.00          | 15.31%        | \$74,808,754.77 | Coupon  |
| 09/01/13 |               |                 |        |                |        | \$25,107,601.60     |                     |        |                      | 15.31%        | \$74,808,754.77 | Coupon  |
| 09/30/13 |               |                 |        | \$4,780,674.12 |        | \$29,888,275.72     |                     |        |                      | 18.22%        | \$70,028,080.65 |   |
| 10/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 22401  | \$27,500.00          | 18.22%        | \$70,055,580.65 | Coupon  |
| 11/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 22400  | \$122,000.00         | 18.22%        | \$70,177,580.65 | Coupon  |
| 11/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 23472  | \$13,275.00          | 18.22%        | \$70,190,855.65 | Coupon  |
| 11/15/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 22468  | \$80,875.00          | 18.22%        | \$70,280,730.65 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 21159  | \$3,687.50           | 18.22%        | \$70,284,418.15 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 22492  | \$25,000.00          | 18.22%        | \$70,309,418.15 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 22500  | \$27,500.00          | 18.22%        | \$70,336,918.15 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 22507  | \$26,500.00          | 18.22%        | \$70,363,418.15 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 22515  | \$11,756.25          | 18.22%        | \$70,375,174.40 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     | \$74,900.00         | 22567  |                      | 18.22%        | \$70,450,074.40 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     | \$205,000.00        | 23159  |                      | 18.22%        | \$70,735,074.40 | Mount Prospect CUSIP #6220265C0 G&P AA                    |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 23159  | \$3,687.50           | 18.22%        | \$70,738,761.90 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 23160  | \$3,812.50           | 18.22%        | \$70,742,574.40 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 23359  | \$6,150.00           | 18.22%        | \$70,748,724.40 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     | \$020,000.00        | 23359  |                      | 18.22%        | \$71,560,724.40 | Schaumburg IL CUSIP086247JM3                              |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 23360  | \$8,350.00           | 18.22%        | \$71,577,074.40 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     | \$1,270,000.00      | 23559  | \$25,400.00          | 18.22%        | \$72,872,474.40 | Dublin School District CUSIP 26371GMC1                    |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     | \$215,000.00        | 23610  |                      | 18.22%        | \$73,087,474.40 | Arlington Heights, IL CUSIP 041447Y02                     |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 23010  | \$1,612.50           | 18.22%        | \$73,089,086.90 | Coupon  |
| 12/01/13 |               |                 |        |                |        | \$29,888,275.72     |                     | 24551  | \$5,250.00           | 18.22%        | \$73,094,336.90 | Coupon  |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES  |        | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description  |
|----------|---------------|-----------------|--------|-----------|--------|---------------------|---------------------|--------|----------------------|---------------|-----------------|--|
|          |               |                 |        | Projected | Actual |                     |                     |        |                      |               |                 |  |
| 12/01/13 |               |                 |        |           |        | \$29,888,275.72     | \$525,000.00        | 24551  |                      | 18.22%        | \$73,619,336.90 | CUSIP 041465KB0 Arlington Heights IL Park District Moody's Aaa |
| 12/01/13 |               |                 |        |           |        | \$29,888,275.72     |                     | 26146  | \$6,000.00           | 18.22%        | \$73,625,336.90 | Coupon   |
| 12/01/13 |               |                 |        |           |        | \$29,888,275.72     |                     |        | \$18,150.00          | 18.22%        | \$73,643,486.90 | Coupon   |
| 12/15/13 |               |                 |        |           |        | \$29,888,275.72     |                     | 22604  | \$36,700.00          | 18.22%        | \$73,680,186.90 | Coupon   |
| 12/15/13 |               |                 |        |           |        | \$29,888,275.72     |                     | 22646  | \$25,875.00          | 18.22%        | \$73,706,061.90 | Coupon   |
| 12/15/13 |               |                 |        |           |        | \$29,888,275.72     |                     | 22892  | \$25,000.00          | 18.22%        | \$73,731,061.90 | Coupon   |
| 12/15/13 |               |                 |        |           |        | \$29,888,275.72     |                     | 23911  | \$50,000.00          | 18.22%        | \$73,781,061.90 | Coupon   |
| 12/15/13 |               |                 |        |           |        | \$29,888,275.72     | \$2,000,000.00      | 23911  |                      | 18.22%        | \$75,781,061.90 | City of Columbus Ohio  |
| 12/15/13 |               |                 |        |           |        | \$29,888,275.72     |                     | 25738  | \$75,000.00          | 18.22%        | \$75,856,061.90 | Coupon   |
| 12/15/13 |               |                 |        |           |        | \$29,888,275.72     |                     | 26157  | \$8,200.00           | 18.22%        | \$75,864,261.90 | Coupon   |
| 12/30/13 |               |                 |        |           |        | \$29,888,275.72     |                     | 23475  | \$30,000.00          | 18.22%        | \$75,894,261.90 | Coupon   |
| 12/31/13 |               | \$4,802,302.62  |        |           |        | \$34,690,578.34     |                     |        |                      | 21.15%        | \$71,091,959.28 |  |
| 01/01/14 |               |                 |        |           |        | \$34,690,578.34     |                     | 22485  | \$125,000.00         | 21.15%        | \$71,216,959.28 | Coupon   |
| 01/15/14 |               |                 |        |           |        | \$34,690,578.34     |                     | 26138  | \$8,750.00           | 21.15%        | \$71,225,709.28 | Coupon   |
| 02/01/14 |               |                 |        |           |        | \$34,690,578.34     |                     | 22478  | \$12,512.50          | 21.15%        | \$71,238,221.78 | Coupon   |
| 02/01/14 |               |                 |        |           |        | \$34,690,578.34     | \$455,000.00        | 22478  |                      | 21.15%        | \$71,693,221.78 | CUSIP # 709141VE2 Pennsylvania S&P AA/Moody's Aa2              |
| 02/01/14 |               |                 |        |           |        | \$34,690,578.34     |                     | 22508  | \$64,000.00          | 21.15%        | \$71,757,221.78 | Coupon   |
| 02/01/14 |               |                 |        |           |        | \$34,690,578.34     |                     | 22509  | \$80,000.00          | 21.15%        | \$71,837,221.78 | Coupon   |
| 02/01/14 |               |                 |        |           |        | \$34,690,578.34     |                     | 22626  | \$16,250.00          | 21.15%        | \$71,853,471.78 | Coupon   |
| 03/01/14 |               |                 |        |           |        | \$34,690,578.34     | \$1,510,000.00      | 22474  | \$37,750.00          | 21.15%        | \$73,401,221.78 | CUSIP # 64986FBW6 New York City, NY S&P AA/ Moody's Aa3        |
| 03/01/14 |               |                 |        |           |        | \$34,690,578.34     | \$51,975.00         | 22546  |                      | 21.15%        | \$73,453,196.78 | Coupon   |
| 03/01/14 |               |                 |        |           |        | \$34,690,578.34     |                     | 22548  | \$22,575.00          | 21.15%        | \$73,475,771.78 | Coupon   |
| 03/01/14 |               |                 |        |           |        | \$34,690,578.34     |                     | 22566  | \$65,250.00          | 21.15%        | \$73,541,021.78 | Coupon   |
| 03/01/14 |               |                 |        |           |        | \$34,690,578.34     | \$525,000.00        | 26186  |                      | 21.15%        | \$74,066,021.78 | Delaware State CUSIP 246380T74                                 |
| 03/01/14 |               |                 |        |           |        | \$34,690,578.34     |                     | 26186  | \$13,125.00          | 21.15%        | \$74,079,146.78 | Coupon   |
| 03/31/14 |               | \$4,856,118.34  |        |           |        | \$39,546,696.68     |                     |        |                      | 24.11%        | \$69,223,028.44 |  |
| 04/01/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 22491  | \$27,500.00          | 24.11%        | \$69,250,528.44 | Coupon   |
| 05/01/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 22490  | \$122,000.00         | 24.11%        | \$69,372,528.44 | Coupon   |
| 05/01/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 23472  | \$13,275.00          | 24.11%        | \$69,385,803.44 | Coupon   |
| 05/15/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 22466  | \$89,875.00          | 24.11%        | \$69,475,678.44 | Coupon   |
| 06/01/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 21150  | \$3,687.50           | 24.11%        | \$69,479,365.94 | Coupon   |
| 06/01/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 22492  | \$25,000.00          | 24.11%        | \$69,504,365.94 | Coupon   |
| 06/01/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 22500  | \$27,500.00          | 24.11%        | \$69,531,865.94 | Coupon   |
| 06/01/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 22507  | \$26,500.00          | 24.11%        | \$69,558,365.94 | Coupon   |
| 06/03/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 22515  | \$11,756.25          | 24.11%        | \$69,570,122.19 | Coupon   |
| 06/03/14 |               |                 |        |           |        | \$39,546,696.68     | \$74,900.00         | 22567  |                      | 24.11%        | \$69,645,022.19 | Coupon   |
| 06/03/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 23160  | \$3,812.50           | 24.11%        | \$69,648,834.69 | Coupon   |
| 06/03/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 23360  | \$8,350.00           | 24.11%        | \$69,657,184.69 | Coupon   |
| 06/03/14 |               |                 |        |           |        | \$39,546,696.68     | \$300,000.00        | 26146  |                      | 24.11%        | \$69,957,184.69 | Columbus, OH CUSIP 199494L90                                   |
| 06/03/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 26146  | \$6,000.00           | 24.11%        | \$69,963,184.69 | Coupon   |
| 06/03/14 |               |                 |        |           |        | \$39,546,696.68     |                     |        | \$18,150.00          | 24.11%        | \$69,981,334.69 | Coupon   |
| 06/03/14 |               |                 |        |           |        | \$39,546,696.68     | \$1,210,000.00      |        |                      | 24.11%        | \$71,191,334.69 | Iowa City IA Sch District CUSIP 462326HW2                      |
| 06/15/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 22601  | \$36,700.00          | 24.11%        | \$71,228,034.69 | Coupon   |
| 06/15/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 22648  | \$25,875.00          | 24.11%        | \$71,253,909.69 | Coupon   |
| 06/15/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 22802  | \$25,000.00          | 24.11%        | \$71,278,909.69 | Coupon   |
| 06/15/14 |               |                 |        |           |        | \$39,546,696.68     | \$410,000.00        | 26157  |                      | 24.11%        | \$71,688,909.69 | South Hampton, NY CUSIP 841098BM7                              |
| 06/15/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 26157  | \$8,200.00           | 24.11%        | \$71,697,109.69 | Coupon   |
| 06/30/14 |               |                 |        |           |        | \$39,546,696.68     |                     | 23475  | \$30,000.00          | 24.11%        | \$71,727,109.69 | Coupon   |
| 06/30/14 |               | \$4,878,734.00  |        |           |        | \$44,425,430.68     |                     |        |                      | 27.09%        | \$66,848,375.69 |  |
| 07/01/14 |               |                 |        |           |        | \$44,425,430.68     | \$5,000,000.00      | 22485  |                      | 27.09%        | \$71,848,375.69 | CUSIP # 410780S77 Hawaii S&P AA/ Moody's Aa2                   |
| 07/01/14 |               |                 |        |           |        | \$44,425,430.68     |                     | 22485  | \$125,000.00         | 27.09%        | \$71,973,375.69 | Coupon   |
| 07/15/14 |               |                 |        |           |        | \$44,425,430.68     | \$350,000.00        | 26130  |                      | 27.09%        | \$72,323,375.69 | Hanover County VA CUSIP 410774PY3                              |
| 07/15/14 |               |                 |        |           |        | \$44,425,430.68     |                     | 26130  | \$0,750.00           | 27.09%        | \$72,332,125.69 | Coupon   |
| 08/01/14 |               |                 |        |           |        | \$44,425,430.68     |                     | 22509  | \$64,000.00          | 27.09%        | \$72,396,125.69 | Coupon   |
| 08/01/14 |               |                 |        |           |        | \$44,425,430.68     |                     | 22509  | \$80,000.00          | 27.09%        | \$72,476,125.69 | Coupon   |
| 08/01/14 |               |                 |        |           |        | \$44,425,430.68     |                     | 22627  | \$16,250.00          | 27.09%        | \$72,492,375.69 | Coupon   |
| 09/01/14 |               |                 |        |           |        | \$44,425,430.68     | \$51,975.00         | 22546  |                      | 27.09%        | \$72,544,350.69 | Coupon   |
| 09/01/14 |               |                 |        |           |        | \$44,425,430.68     |                     | 22540  | \$22,575.00          | 27.09%        | \$72,566,925.69 | Coupon   |
| 09/01/14 |               |                 |        |           |        | \$44,425,430.68     |                     | 22565  | \$65,250.00          | 27.09%        | \$72,632,175.69 | Coupon   |
| 09/30/14 |               | \$4,901,085.00  |        |           |        | \$49,326,513.74     |                     |        |                      | 30.07%        | \$67,731,092.69 |  |
| 10/01/14 |               |                 |        |           |        | \$49,326,513.74     |                     | 22491  | \$27,500.00          | 30.07%        | \$67,758,592.69 | Coupon   |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |           |
|--|-----------------------|--|-----------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12  |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |           |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | 0.689109% |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |           |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |           |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404      |

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES       |        | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description   |
|----------|---------------|-----------------|--------|----------------|--------|---------------------|---------------------|--------|----------------------|---------------|-----------------|---|
|          |               |                 |        | Projected      | Actual |                     |                     |        |                      |               |                 |   |
| 11/01/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 22499  | \$122,000.00         | 30.07%        | \$67,880,592.63 | Coupon  |
| 11/01/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 23472  | \$13,275.00          | 30.07%        | \$67,893,867.63 | Coupon  |
| 11/01/14 |               |                 |        |                |        | \$49,326,513.74     | \$1,770,000.00      | 23472  |                      | 30.07%        | \$69,663,867.63 | Brown County WI CUSIP 1155116F9                           |
| 11/15/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 22466  | \$89,875.00          | 30.07%        | \$69,753,742.63 | Coupon  |
| 11/15/14 |               |                 |        |                |        | \$49,326,513.74     | \$3,595,000.00      | 22466  |                      | 30.07%        | \$73,348,742.63 | CUSIP # 20772GMZ Connecticut S&P AA / Moody's Aa3         |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 21159  | \$3,687.50           | 30.07%        | \$73,352,430.13 | Coupon  |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 22492  | \$25,000.00          | 30.07%        | \$73,377,430.13 | Coupon  |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 22500  | \$27,500.00          | 30.07%        | \$73,404,930.13 | Coupon  |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 22507  | \$26,500.00          | 30.07%        | \$73,431,430.13 | Coupon  |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 22515  | \$11,756.25          | 30.07%        | \$73,443,186.38 | Coupon  |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     | \$855,000.00        | 22515  |                      | 30.07%        | \$74,298,186.38 | CUSIP #215543JT7 Main Township HS AA+                     |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     | \$74,900.00         | 22567  |                      | 30.07%        | \$74,373,086.38 | Coupon  |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     | \$295,000.00        | 23159  |                      | 30.07%        | \$74,668,086.38 | Mount Prospect CUSIP #622826SD8 S&P AA                    |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 23160  | \$3,812.50           | 30.07%        | \$74,671,898.88 | Coupon  |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 23360  | \$8,350.00           | 30.07%        | \$74,680,248.88 | Coupon  |
| 12/01/14 |               |                 |        |                |        | \$49,326,513.74     | \$835,000.00        | 23360  |                      | 30.07%        | \$75,515,248.88 | Schaumburg IL CUSIP 806347JN1                             |
| 12/15/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 22604  | \$36,700.00          | 30.07%        | \$75,551,948.88 | Coupon  |
| 12/15/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 22646  | \$25,875.00          | 30.07%        | \$75,577,823.88 | Coupon  |
| 12/15/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 22892  | \$25,000.00          | 30.07%        | \$75,602,823.88 | Coupon  |
| 12/30/14 |               |                 |        |                |        | \$49,326,513.74     |                     | 23475  | \$30,000.00          | 30.07%        | \$75,632,823.88 | Coupon  |
| 12/30/14 |               |                 |        |                |        | \$49,326,513.74     | \$2,000,000.00      | 23475  |                      | 30.07%        | \$77,632,823.88 | Indian Prarie SD #204 CUSIP 262608QV7                     |
| 12/31/14 |               |                 |        | \$4,922,931.48 |        | \$54,249,445.22     |                     |        |                      | 33.07%        | \$72,709,892.40 |   |
| 02/01/15 |               |                 |        |                |        | \$54,249,445.22     |                     | 22508  | \$64,000.00          | 33.07%        | \$72,773,892.40 | Coupon  |
| 02/01/15 |               |                 |        |                |        | \$54,249,445.22     |                     | 22509  | \$80,000.00          | 33.07%        | \$72,853,892.40 | Coupon  |
| 02/01/15 |               |                 |        |                |        | \$54,249,445.22     |                     | 22625  | \$16,250.00          | 33.07%        | \$72,870,142.40 | Coupon  |
| 03/01/15 |               |                 |        |                |        | \$54,249,445.22     | \$51,975.00         | 22546  |                      | 33.07%        | \$72,922,117.40 | Coupon  |
| 03/01/15 |               |                 |        |                |        | \$54,249,445.22     |                     | 22548  | \$22,575.00          | 33.07%        | \$72,944,692.40 | Coupon  |
| 03/01/15 |               |                 |        |                |        | \$54,249,445.22     |                     | 22566  | \$65,250.00          | 33.07%        | \$73,009,942.40 | Coupon  |
| 03/31/15 |               |                 |        | \$4,980,915.27 |        | \$59,230,360.49     |                     |        |                      | 36.11%        | \$68,029,027.13 |   |
| 04/01/15 |               |                 |        |                |        | \$59,230,360.49     |                     | 22491  | \$27,500.00          | 36.11%        | \$68,056,527.13 | Coupon  |
| 05/01/15 |               |                 |        |                |        | \$59,230,360.49     |                     | 22499  | \$122,000.00         | 36.11%        | \$68,178,527.13 | Coupon  |
| 06/01/15 |               |                 |        |                |        | \$59,230,360.49     | \$1,000,000.00      | 22492  |                      | 36.11%        | \$69,178,527.13 | CUSIP # 940157KF6 Washington DC S&P AAA/Moody's Aaa       |
| 06/01/15 |               |                 |        |                |        | \$59,230,360.49     |                     | 22492  | \$25,000.00          | 36.11%        | \$69,203,527.13 | Coupon  |
| 06/01/15 |               |                 |        |                |        | \$59,230,360.49     |                     | 22500  | \$27,500.00          | 36.11%        | \$69,231,027.13 | Coupon  |
| 06/01/15 |               |                 |        |                |        | \$59,230,360.49     |                     | 22507  | \$26,500.00          | 36.11%        | \$69,257,527.13 | Coupon  |
| 06/01/15 |               |                 |        |                |        | \$59,230,360.49     | \$74,900.00         | 22567  |                      | 36.11%        | \$69,332,427.13 | Coupon  |
| 06/01/15 |               |                 |        |                |        | \$59,230,360.49     |                     | 23160  | \$3,812.50           | 36.11%        | \$69,336,239.63 | Coupon  |
| 06/15/15 |               |                 |        |                |        | \$59,230,360.49     |                     | 22604  | \$36,700.00          | 36.11%        | \$69,372,939.63 | Coupon  |
| 06/15/15 |               |                 |        |                |        | \$59,230,360.49     | \$1,035,000.00      | 22646  |                      | 36.11%        | \$70,407,939.63 | CUSIP #100401TC5 Columbus, OH AAA/Aaa                     |
| 06/15/15 |               |                 |        |                |        | \$59,230,360.49     |                     | 22646  | \$25,875.00          | 36.11%        | \$70,433,814.63 | Coupon  |
| 06/15/15 |               |                 |        |                |        | \$59,230,360.49     |                     | 22892  | \$25,000.00          | 36.11%        | \$70,458,814.63 | Coupon  |
| 06/30/15 |               |                 |        | \$5,003,564.00 |        | \$64,233,925.39     |                     |        |                      | 39.16%        | \$66,456,249.73 |   |
| 06/30/15 |               |                 |        |                |        | \$64,233,925.39     |                     |        |                      | 39.16%        | \$66,456,249.73 |   |
| 08/01/15 |               |                 |        |                |        | \$64,233,925.39     |                     | 22608  | \$64,000.00          | 39.16%        | \$66,519,249.73 | Coupon  |
| 08/01/15 |               |                 |        |                |        | \$64,233,925.39     |                     | 22500  | \$80,000.00          | 39.16%        | \$66,599,249.73 | Coupon  |
| 08/01/15 |               |                 |        |                |        | \$64,233,925.39     |                     | 22625  | \$16,250.00          | 39.16%        | \$66,615,499.73 | Coupon  |
| 08/01/15 |               |                 |        |                |        | \$64,233,925.39     | \$650,000.00        | 22625  |                      | 39.16%        | \$66,265,499.73 | CUSIP #70014PCU4 Pennsylvania State, AA/Ae2               |
| 09/01/15 |               |                 |        |                |        | \$64,233,925.39     | \$51,975.00         | 22546  |                      | 39.16%        | \$66,317,474.73 | Coupon  |
| 09/01/15 |               |                 |        |                |        | \$64,233,925.39     |                     | 22549  | \$22,575.00          | 39.16%        | \$66,340,049.73 | Coupon  |
| 09/01/15 |               |                 |        |                |        | \$64,233,925.39     |                     | 22566  | \$65,250.00          | 39.16%        | \$66,405,299.73 | Coupon  |
| 09/30/15 |               |                 |        | \$5,025,930.10 |        | \$69,259,863.43     |                     |        |                      | 42.23%        | \$61,379,361.63 |   |
| 10/01/15 |               |                 |        |                |        | \$69,259,863.43     | \$1,000,000.00      | 22491  |                      | 42.23%        | \$62,379,361.63 | CUSIP # 57502NSB2 Massachusetts S&P AA/Moody's Aa2        |
| 10/01/15 |               |                 |        |                |        | \$69,259,863.43     |                     | 22491  | \$27,500.00          | 42.23%        | \$62,406,861.63 | Coupon  |
| 11/01/15 |               |                 |        |                |        | \$69,259,863.43     |                     | 22490  | \$122,000.00         | 42.23%        | \$62,528,861.63 | Coupon  |
| 12/01/15 |               |                 |        |                |        | \$69,259,863.43     | \$2,000,000.00      | 22500  |                      | 42.23%        | \$64,528,861.63 | CUSIP # 425506S45 Hennepin County, MN S&P AAA/Moody's Aaa |
| 12/01/15 |               |                 |        |                |        | \$69,259,863.43     |                     | 22500  | \$27,500.00          | 42.23%        | \$64,556,361.63 | Coupon  |
| 12/01/15 |               |                 |        |                |        | \$69,259,863.43     |                     | 22507  | \$26,500.00          | 42.23%        | \$64,582,861.63 | Coupon  |
| 12/01/15 |               |                 |        |                |        | \$69,259,863.43     | \$74,900.00         | 22567  |                      | 42.23%        | \$64,657,761.63 | Coupon  |
| 12/01/15 |               |                 |        |                |        | \$69,259,863.43     | \$305,000.00        | 23160  |                      | 42.23%        | \$64,962,761.63 | Mount Prospect CUSIP #622826SE6 S&P AA                    |
| 12/01/15 |               |                 |        |                |        | \$69,259,863.43     |                     | 23160  | \$3,812.50           | 42.23%        | \$64,966,574.13 | Coupon  |
| 12/15/15 |               |                 |        |                |        | \$69,259,863.43     |                     | 22604  | \$36,700.00          | 42.23%        | \$65,003,274.13 | Coupon  |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst:

|  |                       |  |                  |
|--|-----------------------|--|------------------|
| Date of Issue                          | 02/05/09              | Today's Date   | 09/30/12         |
| Original Bond Proceeds                 | \$156,092,539.15      | Arbitrage Allowable Yield                              |                  |
| Original Expense Budget                | \$156,092,539.15      | Portfolio Return for Arbitrage Purposes                | <b>0.689109%</b> |
| Current Projected Expenses             | \$164,020,887.62      | Anticipated Arbitrage Rebate                           |                  |
| Original Interest Income:              | \$10,602,703.00       | Above Arb. Line/(Below Arb. Line)                      |                  |
| <b>Total Estimated Interest Income</b> | <b>\$7,928,348.47</b> | Weighted Average Life of Future Funded Expenses (Days) | 1404             |

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES        |        | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description  |
|----------|---------------|-----------------|--------|-----------------|--------|---------------------|---------------------|--------|----------------------|---------------|-----------------|--|
|          |               |                 |        | Projected       | Actual |                     |                     |        |                      |               |                 |  |
| 12/15/15 |               |                 |        |                 |        | \$69,259,863.49     |                     | 22892  | \$25,000.00          | 42.23%        | \$65,028,274.13 | Coupon   |
| 12/15/15 |               |                 |        |                 |        | \$69,259,863.49     | \$1,000,000.00      | 22892  |                      | 42.23%        | \$66,028,274.13 | CUSIP #199491XK2 Columbus,OH S&P AAA/Aaa                 |
| 12/31/15 |               |                 |        | \$5,047,801.11  |        | \$74,307,664.60     |                     |        |                      | 45.30%        | \$60,980,473.02 |  |
| 02/01/16 |               |                 |        |                 |        | \$74,307,664.60     |                     | 22508  | \$64,000.00          | 45.30%        | \$61,044,473.02 | Coupon   |
| 02/01/16 |               |                 |        |                 |        | \$74,307,664.60     |                     | 22509  | \$80,000.00          | 45.30%        | \$61,124,473.02 | Coupon   |
| 03/01/16 |               |                 |        |                 |        | \$74,307,664.60     | \$51,975.00         | 22546  |                      | 45.30%        | \$61,176,448.02 | Coupon   |
| 03/01/16 |               |                 |        |                 |        | \$74,307,664.60     | \$1,290,000.00      | 22548  |                      | 45.30%        | \$62,466,448.02 | CUSIP #514120KB9 Lancaster County SCH District A/A2      |
| 03/01/16 |               |                 |        |                 |        | \$74,307,664.60     |                     | 22566  | \$65,250.00          | 45.30%        | \$62,531,698.02 | Coupon   |
| 03/31/16 |               |                 |        | \$5,113,338.77  |        | \$79,421,003.37     |                     |        |                      | 48.42%        | \$57,418,359.25 |  |
| 05/01/16 |               |                 |        |                 |        | \$79,421,003.37     |                     | 22499  | \$122,000.00         | 48.42%        | \$57,540,359.25 | Coupon   |
| 06/01/16 |               |                 |        |                 |        | \$79,421,003.37     |                     | 22507  | \$26,500.00          | 48.42%        | \$57,566,859.25 | Coupon   |
| 06/01/16 |               |                 |        |                 |        | \$79,421,003.37     | \$74,900.00         | 22567  |                      | 48.42%        | \$57,641,759.25 | Coupon   |
| 06/01/16 |               |                 |        |                 |        | \$79,421,003.37     | \$3,745,000.00      | 22567  |                      | 48.42%        | \$61,386,759.25 | CUSIP #147051TH9 Cary, NC S&P AAA Moody's A2             |
| 06/15/16 |               |                 |        |                 |        | \$79,421,003.37     |                     | 22604  | \$36,700.00          | 48.42%        | \$61,423,459.25 | Coupon   |
| 06/30/16 |               |                 |        | \$5,135,921.84  |        | \$84,556,925.21     |                     |        |                      | 51.55%        | \$56,287,537.41 |  |
| 08/01/16 |               |                 |        |                 |        | \$84,556,925.21     |                     | 22508  | \$64,000.00          | 51.55%        | \$56,351,537.41 | Coupon   |
| 08/01/16 |               |                 |        |                 |        | \$84,556,925.21     |                     | 22509  | \$80,000.00          | 51.55%        | \$56,431,537.41 | Coupon   |
| 09/01/16 |               |                 |        |                 |        | \$84,556,925.21     | \$51,975.00         | 22546  |                      | 51.55%        | \$56,483,512.41 | Coupon   |
| 09/01/16 |               |                 |        |                 |        | \$84,556,925.21     | \$3,465,000.00      | 22546  |                      | 51.55%        | \$59,948,512.41 | CUSIP #652233DF1 Newport News, VA AA/AA2                 |
| 09/01/16 |               |                 |        |                 |        | \$84,556,925.21     |                     | 22566  | \$65,250.00          | 51.55%        | \$60,013,762.41 | Coupon   |
| 09/01/16 |               |                 |        |                 |        | \$84,556,925.21     | \$4,350,000.00      | 22566  |                      | 51.55%        | \$64,363,762.41 | CUSIP #478718C72 Johnson County, KS SCH Dist233 AA/Aa3   |
| 09/30/16 |               |                 |        | \$5,158,219.94  |        | \$89,715,145.15     |                     |        |                      | 54.70%        | \$59,205,542.47 |  |
| 11/01/16 |               |                 |        |                 |        | \$89,715,145.15     |                     | 22499  | \$122,000.00         | 54.70%        | \$59,327,542.47 | Coupon   |
| 12/01/16 |               |                 |        |                 |        | \$89,715,145.15     |                     | 22507  | \$26,500.00          | 54.70%        | \$59,354,042.47 | Coupon   |
| 12/15/16 |               |                 |        |                 |        | \$89,715,145.15     |                     | 22604  | \$36,700.00          | 54.70%        | \$59,390,742.47 | Coupon   |
| 12/15/16 |               |                 |        |                 |        | \$89,715,145.15     | \$1,835,000.00      | 22604  |                      | 54.70%        | \$61,225,742.47 | CUSIP # 0386812V3 Arapahoe County SD 5, AA/Aa2           |
| 12/31/16 |               |                 |        | \$5,180,000.57  |        | \$94,895,145.72     |                     |        |                      | 57.86%        | \$56,045,741.90 |  |
| 02/01/17 |               |                 |        |                 |        | \$94,895,145.72     |                     | 22508  | \$64,000.00          | 57.86%        | \$56,109,741.90 | Coupon   |
| 02/01/17 |               |                 |        |                 |        | \$94,895,145.72     |                     | 22509  | \$80,000.00          | 57.86%        | \$56,189,741.90 | Coupon   |
| 03/31/17 |               |                 |        | \$5,252,116.47  |        | \$100,147,262.19    |                     |        |                      | 61.06%        | \$50,937,625.43 |  |
| 05/01/17 |               |                 |        |                 |        | \$100,147,262.19    |                     | 22499  | \$122,000.00         | 61.06%        | \$51,059,625.43 | Coupon   |
| 05/01/17 |               |                 |        |                 |        | \$100,147,262.19    | \$4,880,000.00      | 22499  |                      | 61.06%        | \$55,939,625.43 | CUSIP # 977051 SE5 Wisconsin S&P AA/Moody's Aa3          |
| 06/01/17 |               |                 |        |                 |        | \$100,147,262.19    |                     | 22507  | \$26,500.00          | 61.06%        | \$55,966,125.43 | Coupon   |
| 06/30/17 |               |                 |        | \$5,274,519.28  |        | \$105,421,781.47    |                     |        |                      | 64.27%        | \$50,691,606.15 |  |
| 08/01/17 |               |                 |        |                 |        | \$105,421,781.47    |                     | 22508  | \$64,000.00          | 64.27%        | \$50,755,606.15 | Coupon   |
| 08/01/17 |               |                 |        |                 |        | \$105,421,781.47    |                     | 22509  | \$80,000.00          | 64.27%        | \$50,835,606.15 | Coupon   |
| 08/01/17 |               |                 |        |                 |        | \$105,421,781.47    | \$4,000,000.00      | 22509  |                      | 64.27%        | \$54,835,606.15 | CUSIP # 011770S21 Alaska S&P AA/Moody's Aa2              |
| 09/30/17 |               |                 |        | \$5,296,630.32  |        | \$110,718,411.79    |                     |        |                      | 67.50%        | \$49,538,975.83 |  |
| 12/01/17 |               |                 |        |                 |        | \$110,718,411.79    |                     | 22507  | \$26,500.00          | 67.50%        | \$49,565,475.83 | Coupon   |
| 12/31/17 |               |                 |        | \$6,318,210.54  |        | \$116,036,622.33    |                     |        |                      | 70.75%        | \$44,247,256.28 |  |
| 02/01/18 |               |                 |        |                 |        | \$116,036,622.33    |                     | 22508  | \$64,000.00          | 70.75%        | \$44,311,256.28 | Coupon   |
| 02/01/18 |               |                 |        |                 |        | \$116,036,622.33    | \$2,560,000.00      | 22508  |                      | 70.75%        | \$46,871,256.28 | CUSIP # 584002LE7 Mecklenburg, NC S&P AAA/Moody's Aaa    |
| 03/31/18 |               |                 |        | \$3,620,233.58  |        | \$119,656,864.01    |                     |        |                      | 72.05%        | \$43,251,022.72 |  |
| 03/31/18 |               |                 |        |                 |        | \$119,656,864.01    |                     |        |                      | 72.05%        | \$43,251,022.72 |  |
| 06/01/18 |               |                 |        |                 |        | \$119,656,864.01    |                     | 22507  | \$26,500.00          | 72.05%        | \$43,277,522.72 | Coupon   |
| 12/01/18 |               |                 |        |                 |        | \$119,656,864.01    |                     | 22507  | \$26,500.00          | 72.05%        | \$43,304,022.72 | Coupon   |
| 12/01/18 |               |                 |        |                 |        | \$119,656,864.01    | \$1,060,000.00      | 22507  |                      | 72.05%        | \$44,364,022.72 | CUSIP # 434452JB5 Hoffman Estates, IL S&P AA/Moody's Aa2 |
| 12/01/18 |               |                 |        | \$44,364,022.71 |        | \$164,020,887.62    |                     |        | \$0.00               | 100.00%       | \$0.00          |  |
| 12/01/18 |               |                 |        |                 |        | \$164,020,887.62    |                     |        | \$0.00               | 100.00%       | \$0.00          |  |

\$156,092,539.15    \$152,132,877.64    \$201,007,967.54    \$10,930,864.01    \$136,161,875.00    \$23,899,351.11

**Total Anticipated Interest Income: \$7,928,348.47**  
**Anticipated Arbitrage Rebate: \$0.00**  
**Total Anticipated Interest Income Net of Arbitrage Rebate: \$7,928,348.47**

**Total Outstanding Principal and Interest after September 30, '12: \$157,249,273.61**

WM Rainey Harper College Referendum Bonds



PMA Financial Network Inc.

Portfolio & Rebate Liability Report

Last Updated: 09/30/12  
 Updated by Analyst: Greg Sotiros

|   |                  |  |                  |
|---|------------------|--|------------------|
| Date of Issue                           | 03/07/01         | Today's Date   | 09/30/12         |
| Original Bond Proceeds                  | \$91,980,527.57  | Arbitrage Allowable Yield                              | 4.703700%        |
| Original Expense Budget                 | \$95,219,599.00  | Portfolio Return for Arbitrage Purposes                | 3.472031%        |
| Current Projected Expenses              | \$105,227,152.56 | Anticipated Arbitrage Rebate                           | \$0.00           |
| Original Interest Income:               | \$8,086,568.63   | Above Arb. Line/(Below Arb. Line)                      | (\$6,910,109.36) |
| Total Estimated Interest Income         | \$13,246,624.99  | Weighted Average Life of Future Funded Expenses (Days) | 31               |
| Original Interest Income Net of Rebate: | \$7,735,763.11   |  |                  |
| Current Interest Income Net of Rebate:  | \$13,246,624.99  |  |                  |

| Date     | Bond Proceeds   | Investment Cost | Inv ID | EXPENSES  |        | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description   |
|----------|-----------------|-----------------|--------|-----------|--------|---------------------|---------------------|--------|----------------------|---------------|-----------------|---|
|          |                 |                 |        | Projected | Actual |                     |                     |        |                      |               |                 |   |
| 03/07/01 | \$91,980,527.57 |                 |        |           |        | \$0.00              |                     |        |                      | 0.00%         | \$91,980,527.57 | Original Bond Proceeds  |
| 03/07/01 |                 | \$19,397,386.39 | 1      |           |        | \$0.00              |                     |        |                      | 0.00%         | \$72,583,141.18 | FHLB Discount Note 3/8/01 - 4.918% (Trans #7093)                  |
| 03/07/01 |                 | \$13,998,005.00 | 2      |           |        | \$0.00              |                     |        |                      | 0.00%         | \$58,585,136.18 | FHLMC Discount Note 3/8/01 - 5.202% (Trans #7091)                 |
| 03/07/01 |                 | \$6,499,124.31  | 3      |           |        | \$0.00              |                     |        |                      | 0.00%         | \$52,086,011.87 | FHLB Discount Note 3/8/01 - 4.918% (Trans #7094)                  |
| 03/07/01 |                 | \$1,299,824.86  | 4      |           |        | \$0.00              |                     |        |                      | 0.00%         | \$50,786,187.01 | FHLB Discount Note 3/8/01 - 4.918% (Trans #7092)                  |
| 03/07/01 |                 | \$593,917.49    | 5      |           |        | \$0.00              |                     |        |                      | 0.00%         | \$50,192,269.52 | FNMA Discount Note 4/13/01 - 5.12% (Trans #7084)                  |
| 03/07/01 |                 | \$228,993.64    | 6      |           |        | \$0.00              |                     |        |                      | 0.00%         | \$49,963,275.88 | FHLB Discount Note 5/11/01 - 4.92% (Trans #7085)                  |
| 03/07/01 |                 | \$254,716.94    | 7      |           |        | \$0.00              |                     |        |                      | 0.00%         | \$49,708,558.94 | FHLB Discount Note 6/12/01 - 4.85% (Trans #7086)                  |
| 03/07/01 |                 | \$283,378.98    | 8      |           |        | \$0.00              |                     |        |                      | 0.00%         | \$49,425,179.96 | FNMA Discount Note 7/9/01 - 4.80% (Trans #7087)                   |
| 03/07/01 |                 | \$311,000.00    | 9      |           |        | \$0.00              |                     |        |                      | 0.00%         | \$49,114,179.96 | Johnson Bank CD 8/15/01 - 4.80% (Trans #24048)                    |
| 03/07/01 |                 | \$386,000.00    | 10     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$48,728,179.96 | Johnson Bank CD 9/14/01 - 4.80% (Trans #24049)                    |
| 03/07/01 |                 | \$1,555,967.63  | 11     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$47,172,212.33 | FHLMC Discount Note 10/11/01 - 4.72% (Trans #7088)                |
| 03/07/01 |                 | \$1,600,000.00  | 12     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$45,572,212.33 | Morton Community Bank CD 11/15/01 - 4.80% (Trans #24046)          |
| 03/07/01 |                 | \$2,900,000.00  | 13     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$42,672,212.33 | Morton Community Bank CD 12/14/01 - 4.80% (Trans #24047)          |
| 03/07/01 |                 | \$2,100,000.00  | 14     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$40,572,212.33 | Lone Star Bank CD 5/15/02 - 4.95% (Trans #24050)                  |
| 03/07/01 |                 | \$771,489.84    | 15     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$39,800,722.49 | Providian National Bank CD 6/14/02 - 4.85% (Trans #24035)         |
| 03/07/01 |                 | \$4,100,000.00  | 16     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$35,700,722.49 | Providian National Bank CD 7/15/02 - 4.85% (Trans #24036)         |
| 03/07/01 |                 | \$4,100,000.00  | 17     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$31,600,722.49 | Providian National Bank CD 8/15/02 - 4.85% (Trans #24037)         |
| 03/07/01 |                 | \$4,528,944.47  | 18     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$27,070,778.02 | FFCB Note 9/3/02 - 4.75% (Trans #7090)                            |
| 03/07/01 |                 | \$4,100,000.00  | 19     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$22,970,778.02 | Key Bank USA CD 10/15/02 - 4.90% (Trans #24038)                   |
| 03/07/01 |                 | \$5,500,000.00  | 20     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$17,470,778.02 | Key Bank USA CD 11/15/02 - 4.90% (Trans #24041)                   |
| 03/07/01 |                 | \$5,070,778.02  | 21     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$12,400,000.00 | FHLB Note 1/13/03 - 4.76% (Trans #7089)                           |
| 03/07/01 |                 | \$4,500,000.00  | 22     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$7,900,000.00  | Key Bank USA CD 2/14/03 - 5.05% (Trans # 24042)                   |
| 03/07/01 |                 | \$4,500,000.00  | 23     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$3,400,000.00  | Key Bank USA CD 3/7/03 - 5.05% (Trans # 24042)                    |
| 03/07/01 |                 | \$3,400,000.00  | 24     |           |        | \$0.00              |                     |        |                      | 0.00%         | (\$0.00)        | MBNA America CD 5/15/03 - 5.259% (Trans #24039)                   |
| 03/08/01 |                 |                 |        |           |        | \$0.00              | \$19,397,386.39     | 1      | \$2,613.61           | 0.00%         | \$19,400,000.00 | FHLB Discount Note 3/8/01 - 4.918% (Trans #7093)                  |
| 03/08/01 |                 |                 |        |           |        | \$0.00              | \$13,998,005.00     | 2      | \$1,995.00           | 0.00%         | \$33,400,000.00 | FHLMC Discount Note 3/8/01 - 5.202% (Trans #7091)                 |
| 03/08/01 |                 |                 |        |           |        | \$0.00              | \$6,499,124.31      | 3      | \$875.69             | 0.00%         | \$39,900,000.00 | FHLB Discount Note 3/8/01 - 4.918% (Trans #7094)                  |
| 03/08/01 |                 |                 |        |           |        | \$0.00              | \$1,299,824.86      | 4      | \$175.14             | 0.00%         | \$41,200,000.00 | FHLB Discount Note 3/8/01 - 4.918% (Trans #7092)                  |
| 03/08/01 |                 | \$8,929,732.29  | 25     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$32,270,267.71 | FHLMC Discount Note 3/9/01 - 5.182% (Trans #7104)                 |
| 03/08/01 |                 | \$3,795,179.46  | 26     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$28,475,088.25 | FHLB Note 5/15/03 - 4.84% (Trans #7101)                           |
| 03/08/01 |                 | \$8,442,046.26  | 27     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$20,033,041.99 | FHLB Note 11/15/03 - 4.94% (Trans #7099)                          |
| 03/08/01 |                 | \$8,027,548.64  | 28     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$12,005,493.35 | FFCB Note 3/5/04 - 5.04% (Trans #7100)                            |
| 03/08/01 |                 | \$5,930,263.62  | 29     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$6,075,229.73  | Amcore Bank CD 12/13/02 - 4.90% (Trans #24064)                    |
| 03/08/01 |                 | \$4,878,510.16  | 30     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$1,196,719.57  | Providian National Bank CD 6/14/02 - 4.85% (Trans #24063)         |
| 03/08/01 |                 | \$1,196,719.57  | 31     |           |        | \$0.00              |                     |        |                      | 0.00%         | (\$0.00)        | FHLB Note 3/26/02 - 4.70% (Trans #7103)                           |
| 03/09/01 |                 |                 |        |           |        | \$0.00              | \$8,929,732.29      | 25     | \$1,267.71           | 0.00%         | \$8,931,000.00  | FHLMC Discount Note 3/9/01 - 5.182% (Trans #7104)                 |
| 03/09/01 |                 | \$4,514,080.70  | 32     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$4,416,919.30  | Overnight Investment to Cover Investment with Manufacturer's Bank |
| 03/09/01 |                 | \$4,416,918.28  | 33     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$1.02          | MBNA America CD 4/15/03 - 5.259% (Trans #)                        |
| 03/12/01 |                 |                 |        |           |        | \$0.00              | \$4,514,080.70      | 32     | \$1,919.30           | 0.00%         | \$4,516,001.02  | Overnight Investment to Cover Investment with Manufacturer's Bank |
| 03/12/01 |                 | \$1,504,881.11  | 34     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$3,011,119.91  | Manufacturer's Bank CD 1/15/02 - 4.80% (Trans #24084)             |
| 03/12/01 |                 | \$1,505,349.84  | 35     |           |        | \$0.00              |                     |        |                      | 0.00%         | \$1,505,770.07  | Manufacturer's Bank CD 2/15/02 - 4.80% (Trans #24085)             |
| 03/12/01 |                 | \$1,505,770.07  | 36     |           |        | \$0.00              |                     |        |                      | 0.00%         | (\$0.00)        | Manufacturer's Bank CD 3/11/02 - 4.80% (Trans #24086)             |
| 03/26/01 |                 |                 |        |           |        | \$0.00              |                     |        |                      | 0.00%         | \$31,436.00     | FHLB Note 3/26/02 - 4.70% (Trans #7103)                           |
| 03/30/01 |                 |                 |        |           |        | \$0.00              |                     |        |                      | 0.00%         | \$31,443.70     | LaSalle Interest  |
| 04/13/01 |                 |                 |        |           |        | \$0.00              | \$593,917.49        | 5      | \$3,082.51           | 0.00%         | \$628,443.70    | FNMA Discount Note 4/13/01 - 5.12% (Trans #7084)                  |
| 04/13/01 |                 |                 |        |           |        | \$394,290.00        |                     |        |                      | 0.37%         | \$234,153.70    | Expenses Wired  |
| 04/13/01 |                 |                 |        |           |        | \$394,290.00        |                     |        |                      | 0.37%         | (\$0.00)        | GECC CP 05/11/01 - 4.923% (Trans #11028)                          |
| 04/30/01 |                 | \$234,153.70    | 37     |           |        | \$394,290.00        |                     |        |                      | 0.37%         | \$15.42         | LaSalle Interest  |
| 05/11/01 |                 |                 |        |           |        | \$394,290.00        | \$228,993.64        | 6      | \$2,006.36           | 0.37%         | \$231,015.42    | FHLB Discount Note 5/11/01 - 4.92% (Trans #7085)                  |
| 05/11/01 |                 |                 |        |           |        | \$394,290.00        | \$234,153.70        | 37     | \$884.30             | 0.37%         | \$466,053.42    | GECC CP 05/11/01 - 4.923% (Trans #11028)                          |
| 05/11/01 |                 |                 |        |           |        | \$91,030.00         |                     |        |                      | 0.49%         | \$344,733.42    | Expenses Wired  |
| 05/11/01 |                 | \$344,733.42    | 38     |           |        | \$515,610.00        |                     |        |                      | 0.49%         | (\$0.00)        | Prudential Funding CP 06/12/01 - 4.009% (Trans #11136)            |
| 05/15/01 |                 |                 |        |           |        | \$515,610.00        |                     |        |                      | 0.49%         | \$128,325.00    | FHLB Note 5/15/03 - 4.84% (Trans #7101)                           |
| 05/15/01 |                 |                 |        |           |        | \$515,610.00        |                     |        |                      | 0.49%         | \$380,491.67    | FHLMC Note 11/15/03 - 4.94% (Trans #7099)                         |
| 05/15/01 |                 |                 |        |           |        | \$0.00              |                     |        |                      | 0.49%         | \$380,491.67    | Estimated Expenses  |
| 05/31/01 |                 |                 |        |           |        | \$515,610.00        |                     |        |                      | 0.49%         | \$380,755.81    | LaSalle Interest  |
| 06/12/01 |                 |                 |        |           |        | \$515,610.00        | \$254,716.94        | 7      | \$3,283.06           | 0.49%         | \$638,755.81    | FHLB Discount Note 6/12/01 - 4.85% (Trans #7086)                  |
| 06/12/01 |                 |                 |        |           |        | \$515,610.00        | \$344,733.42        | 38     | \$1,211.58           | 0.49%         | \$984,700.81    | Prudential Funding CP 06/12/01 - 4.009% (Trans #11136)            |
| 06/12/01 |                 |                 |        |           |        | \$576,270.00        |                     |        |                      | 0.55%         | \$924,040.81    | Expenses Wired  |
| 06/12/01 |                 | \$399,705.10    | 39     |           |        | \$576,270.00        |                     |        |                      | 0.55%         | \$524,335.71    | FHLMC Discount Note 07/13/01 - 3.814% (Trans #7618)               |
| 06/12/01 |                 | \$523,617.83    | 40     |           |        | \$576,270.00        |                     |        |                      | 0.55%         | \$717.88        | FHLMC Discount Note 08/15/01 - 3.684% (Trans #7619)               |
| 06/30/01 |                 |                 |        |           |        | \$576,270.00        |                     |        |                      | 0.55%         | \$889.51        | LaSalle Interest  |
| 07/09/01 |                 |                 |        |           |        | \$576,270.00        | \$283,378.98        | 8      | \$4,621.02           | 0.55%         | \$288,889.51    | FNMA Discount Note 7/9/01 - 4.80% (Trans #7087)                   |
| 07/09/01 |                 | \$288,886.03    | 41     |           |        | \$576,270.00        |                     |        |                      | 0.55%         | \$3.48          | FHLMC Discount Note 07/13/01 - 3.60% (Trans #7842)                |
| 07/13/01 |                 |                 |        |           |        | \$576,270.00        |                     |        |                      | 0.55%         | \$128,840.29    | FHLB Note 1/13/03 - 4.76% (Trans #7089)                           |
| 07/13/01 |                 |                 |        |           |        | \$576,270.00        | \$399,705.10        | 39     | \$1,294.90           | 0.55%         | \$629,840.29    | FHLMC Discount Note 07/13/01 - 3.814% (Trans #7618)               |
| 07/13/01 |                 |                 |        |           |        | \$576,270.00        | \$288,886.03        | 41     | \$113.97             | 0.55%         | \$818,840.29    | FHLMC Discount Note 07/13/01 - 3.60% (Trans #7842)                |
| 07/13/01 |                 |                 |        |           |        | \$134,590.00        |                     |        |                      | 1.16%         | \$174,960.29    | Expenses Wired  |
| 07/13/01 |                 | \$174,436.94    | 42     |           |        | \$1,220,150.00      |                     |        |                      | 1.16%         | \$523.35        | FHLB Discount Note 08/15/01 - 3.57% (Trans #7864)                 |



PMA Financial Network Inc.

Portfolio & Rebate  
Liability Report

Last Updated: 09/30/12  
Updated by Analyst: Greg Sotiros

WM Rainey Harper College Referendum Bonds

|   |                  |  |                  |
|---|------------------|--|------------------|
| Date of Issue                           | 03/07/01         | Today's Date   | 09/30/12         |
| Original Bond Proceeds                  | \$91,980,527.57  | Arbitrage Allowable Yield                              | 4.703700%        |
| Original Expense Budget                 | \$95,219,599.00  | Portfolio Return for Arbitrage Purposes                | 3.472031%        |
| Current Projected Expenses              | \$105,227,152.56 | Anticipated Arbitrage Rebate                           | \$0.00           |
| Original Interest Income:               | \$8,086,568.63   | Above Arb. Line/(Below Arb. Line)                      | (\$6,910,109.36) |
| Total Estimated Interest Income         | \$13,246,624.99  | Weighted Average Life of Future Funded Expenses (Days) | 31               |
| Original Interest Income Net of Rebate: | \$7,735,763.11   |  |                  |
| Current Interest Income Net of Rebate:  | \$13,246,624.99  |  |                  |

| Date     | Bond Proceeds  | Investment Cost | Inv ID | EXPENSES     |                | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description   |
|----------|----------------|-----------------|--------|--------------|----------------|---------------------|---------------------|--------|----------------------|---------------|-----------------|---|
|          |                |                 |        | Projected    | Actual         |                     |                     |        |                      |               |                 |   |
| 07/23/01 |                |                 |        | \$0.00       | (\$108,050.00) | \$1,112,100.00      |                     |        |                      | 1.06%         | \$108,573.35    | Expenses not paid - August Reinvestment   |
| 07/23/01 |                | \$107,754.36    | 43     |              |                | \$1,112,100.00      |                     |        |                      | 1.06%         | \$818.99        | FAMC Discount Note 08/15/01 - 3.618% (Trans #7925)                              |
| 07/31/01 |                |                 |        |              |                | \$1,112,100.00      |                     |        | \$0.72               | 1.06%         | \$819.71        | LaSalle Interest  |
| 08/15/01 |                |                 |        |              |                | \$1,112,100.00      | \$311,000.00        | 9      | \$6,584.68           | 1.06%         | \$318,404.39    | Johnson Bank CD 8/15/01 - 4.80% (Trans #24048)                                  |
| 08/15/01 |                |                 |        |              |                | \$1,112,100.00      | \$523,617.83        | 40     | \$3,382.17           | 1.06%         | \$845,404.39    | FHLMC Discount Note 08/15/01 - 3.684% (Trans #7619)                             |
| 08/15/01 |                |                 |        |              |                | \$1,112,100.00      | \$174,436.94        | 42     | \$563.06             | 1.06%         | \$1,020,404.39  | FHLB Discount Note 08/15/01 - 3.57% (Trans #7864)                               |
| 08/15/01 |                |                 |        |              |                | \$1,112,100.00      | \$107,754.36        | 43     | \$245.64             | 1.06%         | \$1,128,404.39  | FAMC Discount Note 08/15/01 - 3.618% (Trans #7925)                              |
| 08/15/01 | \$680,574.53   |                 | 44     |              |                | \$1,112,100.00      |                     |        |                      | 1.06%         | \$447,829.86    | GECC CP 09/14/01 - 3.507% (Trans #11505)  |
| 08/17/01 |                |                 |        | \$305,500.00 | \$447,829.86   | \$1,559,929.86      |                     |        |                      | 1.48%         | (\$0.00)        | Expenses Wired  |
| 08/31/01 |                |                 |        |              |                | \$1,559,929.86      |                     |        |                      | 1.48%         | \$37.00         | LaSalle Interest  |
| 09/04/01 |                |                 |        |              |                | \$1,559,929.86      |                     |        | \$148,500.00         | 1.48%         | \$148,537.00    | FFCB Note 9/3/02 - 4.75% (Trans #7090)  |
| 09/05/01 |                |                 |        |              |                | \$1,559,929.86      |                     | 28     | \$206,000.00         | 1.48%         | \$354,537.00    | FFCB Note 3/5/04 - 5.04% (Trans #7100)  |
| 09/14/01 |                |                 |        |              |                | \$1,559,929.86      | \$386,000.00        | 10     | \$9,695.48           | 1.48%         | \$750,232.48    | Johnson Bank CD 9/14/01 - 4.80% (Tran #24049)                                   |
| 09/14/01 |                |                 |        | \$476,500.00 | \$393,780.95   | \$1,559,929.86      | \$680,574.53        | 44     | \$1,961.47           | 1.48%         | \$1,432,768.48  | GECC CP 09/14/01 - 3.507% (Trans #11505)  |
| 09/14/01 |                |                 |        |              |                | \$1,953,710.81      |                     |        |                      | 1.86%         | \$1,038,987.53  | Expenses Wired  |
| 09/14/01 | \$1,038,987.53 |                 | 45     |              |                | \$1,953,710.81      |                     |        |                      | 1.86%         | (\$0.00)        | Key Bank USA 09/12/03 - 3.47% (Trans #27055)                                    |
| 09/26/01 |                |                 |        |              |                | \$1,953,710.81      |                     | 31     | \$31,436.00          | 1.86%         | \$31,436.00     | FHLB Note 3/26/02 - 4.70% (Trans #7103)   |
| 09/30/01 |                |                 |        |              |                | \$1,953,710.81      |                     |        | \$142.85             | 1.86%         | \$31,578.85     | LaSalle Interest  |
| 10/03/01 |                |                 |        | \$0.00       | (\$162,075.00) | \$1,791,635.81      |                     |        |                      | 1.70%         | \$193,653.85    | Expenses not paid - October Reinvestment  |
| 10/11/01 |                |                 |        |              |                | \$1,791,635.81      | \$1,555,967.63      | 11     | \$44,032.37          | 1.70%         | \$1,793,653.85  | FHLMC Discount Note 10/11/01 - 4.72% (Trans #7088)                              |
| 10/11/01 |                |                 |        | \$647,500.00 | \$306,004.00   | \$2,097,639.81      |                     |        |                      | 1.99%         | \$1,487,649.85  | Expenses Wired  |
| 10/11/01 | \$1,487,649.85 |                 | 46     |              |                | \$2,097,639.81      |                     |        |                      | 1.99%         | (\$0.00)        | Suburban Bank & Trust CD 06/13/03 - 3.10% (Trans #27652)                        |
| 10/31/01 |                |                 |        |              |                | \$2,097,639.81      |                     |        | \$65.85              | 1.99%         | \$65.85         | LaSalle Interest  |
| 11/15/01 |                |                 |        |              |                | \$2,097,639.81      | \$1,600,000.00      | 12     | \$53,233.98          | 1.99%         | \$1,653,299.83  | Morton Community Bank CD 11/15/01 - 4.80% (Trans #24046)                        |
| 11/15/01 |                |                 |        |              |                | \$2,097,639.81      |                     | 26     | \$128,325.00         | 1.99%         | \$1,781,624.83  | FHLB Note 5/15/03 - 4.84% (Trans #7101)   |
| 11/15/01 |                |                 |        |              |                | \$2,097,639.81      |                     | 27     | \$255,000.00         | 1.99%         | \$2,036,624.83  | FHLMC Note 11/15/03 - 4.94% (Trans #7099)                                       |
| 11/15/01 |                |                 |        | \$848,500.00 | \$425,568.52   | \$2,523,208.33      |                     |        |                      | 2.40%         | \$1,611,066.31  | Expenses Wired  |
| 11/15/01 | \$1,611,066.31 |                 | 47     |              |                | \$2,523,208.33      |                     |        |                      | 2.40%         | (\$0.00)        | MBNA CD 07/15/03 - 2.857% (Trans #28322)  |
| 11/30/01 |                |                 |        |              |                | \$2,523,208.33      |                     | 16     | \$157,525.79         | 2.40%         | \$157,525.79    | Interest Earned to Date for Providian CD Trans #24036                           |
| 11/30/01 |                |                 |        |              |                | \$2,523,208.33      |                     | 17     | \$157,477.95         | 2.40%         | \$315,003.74    | Interest Earned to Date for Providian CD Trans #24037                           |
| 11/30/01 |                |                 |        |              |                | \$2,523,208.33      |                     | 30     | \$186,796.52         | 2.40%         | \$501,800.26    | Interest Earned to Date for Providian CD Trans #24063                           |
| 11/30/01 |                |                 |        |              |                | \$2,523,208.33      |                     |        | \$13.07              | 2.40%         | \$501,813.33    | LaSalle Interest  |
| 12/14/01 |                |                 |        |              |                | \$2,523,208.33      | \$2,900,000.00      | 13     | \$107,546.31         | 2.40%         | \$3,509,359.64  | Morton Community Bank CD 12/14/01 - 4.80% (Trans #24047)                        |
| 12/14/01 |                |                 |        | \$980,500.00 | \$630,197.78   | \$3,153,406.11      |                     |        |                      | 3.00%         | \$2,879,161.86  | Expenses Wired  |
| 12/14/01 | \$2,879,161.86 |                 | 48     |              |                | \$3,153,406.11      |                     |        |                      | 3.00%         | (\$0.00)        | GECC CP 04/12/01 - 1.692% (Trans #11835)  |
| 12/14/01 |                |                 |        |              |                | \$3,153,406.11      |                     |        | \$31,199.33          | 3.00%         | \$31,199.33     | Interest Earned to Date for Providian CD Trans #24035                           |
| 12/27/01 |                |                 |        |              |                | \$3,153,406.11      | \$771,489.84        | 15     | \$82.15              | 3.00%         | \$802,771.32    | Early Maturity - Providian National Bank CD 6/14/02 - 4.85% (Trans #24035)      |
| 12/27/01 |                |                 |        |              |                | \$3,153,406.11      | \$4,100,000.00      | 16     | \$879.50             | 3.00%         | \$4,903,650.82  | Early Maturity - Providian National Bank CD 7/15/02 - 4.85% (Trans #24036)      |
| 12/27/01 |                |                 |        |              |                | \$3,153,406.11      | \$4,100,000.00      | 17     | \$625.92             | 3.00%         | \$9,004,276.74  | Early Maturity - Providian National Bank CD 8/15/02 - 4.85% (Trans #24037)      |
| 12/27/01 |                |                 |        |              |                | \$3,153,406.11      | \$4,878,510.16      | 30     | \$839.71             | 3.00%         | \$13,883,626.61 | Early maturity/Providian National Bank CD 6/14/02 - 4.85% (Trans #24063)        |
| 12/27/01 | \$771,571.99   |                 | 15     |              |                | \$3,153,406.11      |                     |        |                      | 3.00%         | \$13,112,054.62 | Reinvestment of transaction #24035 to 06/14/02 (Trans #8744)                    |
| 12/27/01 | \$4,100,879.50 |                 | 16     |              |                | \$3,153,406.11      |                     |        |                      | 3.00%         | \$9,011,175.12  | Reinvestment of transaction #24036 to 07/15/02 (Trans #8748)                    |
| 12/27/01 | \$4,100,625.92 |                 | 17     |              |                | \$3,153,406.11      |                     |        |                      | 3.00%         | \$4,910,549.20  | Reinvestment of transaction #24037 to 08/15/02 (Trans #8762)                    |
| 12/27/01 | \$4,879,349.87 |                 | 30     |              |                | \$3,153,406.11      |                     |        |                      | 3.00%         | \$31,199.33     | Reinvestment of transaction #24063 to 06/14/02 (Trans #8745)                    |
| 12/31/01 |                |                 |        |              |                | \$3,153,406.11      |                     | 15     | \$9,856.56           | 3.00%         | \$41,055.89     | Final Recoup of penalties & Interest on 12/27/01 early maturity of Trans #24035 |
| 12/31/01 |                |                 |        |              |                | \$3,153,406.11      |                     | 16     | \$69,147.50          | 3.00%         | \$110,203.39    | Final Recoup of penalties & Interest on 12/27/01 early maturity of Trans #24036 |
| 12/31/01 |                |                 |        |              |                | \$3,153,406.11      |                     | 17     | \$77,304.95          | 3.00%         | \$187,508.34    | Final Recoup of penalties & Interest on 12/27/01 early maturity of Trans #24037 |
| 12/31/01 |                |                 |        |              |                | \$3,153,406.11      |                     | 30     | \$71,849.94          | 3.00%         | \$259,357.28    | Final Recoup of penalties & Interest on 12/27/01 early maturity of Trans #24063 |
| 01/13/02 |                |                 |        |              |                | \$3,153,406.11      |                     | 21     | \$183.36             | 3.00%         | \$387,665.64    | LaSalle Interest  |
| 01/15/02 |                |                 |        |              |                | \$3,153,406.11      | \$1,504,881.11      | 34     | \$61,151.77          | 3.00%         | \$1,953,698.52  | FHLB Note 1/13/03 - 4.76% (Trans #7089)   |
| 01/15/02 | \$1,185,046.13 |                 | 49     |              |                | \$3,153,406.11      |                     |        |                      | 3.00%         | \$1,953,698.52  | Manufacturer's Bank CD 1/15/02 - 4.80% (Trans #24084)                           |
| 01/18/02 |                |                 |        | \$932,000.00 | \$768,652.39   | \$3,153,406.11      |                     |        |                      | 3.73%         | \$768,652.39    | Independent Banker's Bank CD 07/15/03 - 2.80% (Trans #29032)                    |
| 01/31/02 |                |                 |        |              |                | \$3,922,058.50      |                     |        |                      | 3.73%         | (\$0.00)        | January Expenses  |
| 02/15/02 |                |                 |        |              |                | \$3,922,058.50      |                     |        | \$124.72             | 3.73%         | \$124.72        | LaSalle Interest  |
| 02/15/02 |                |                 |        |              |                | \$3,922,058.50      | \$1,505,349.84      | 35     | \$67,307.70          | 3.73%         | \$1,572,782.26  | Manufacturer's Bank CD 2/15/02 - 4.80% (Trans #24085)                           |
| 02/28/02 |                |                 |        | \$266,000.00 | \$294,382.35   | \$4,216,440.85      |                     |        |                      | 4.01%         | \$1,278,399.91  | February Expenses   |
| 02/28/02 | \$1,278,399.91 |                 | 50     |              |                | \$4,216,440.85      |                     |        |                      | 4.01%         | (\$0.00)        | North Shore Community B&T CD 08/14/03 - 2.90% (Trans #29416)                    |
| 03/01/02 |                |                 |        |              |                | \$4,216,440.85      |                     |        | \$0.02               | 4.01%         | \$0.02          | LaSalle Interest  |
| 03/05/02 |                |                 |        |              |                | \$4,216,440.85      |                     | 18     | \$148,500.00         | 4.01%         | \$148,500.00    | FFCB Note 9/3/02 - 4.75% (Trans #7090)  |
| 03/15/02 |                |                 |        |              |                | \$4,216,440.85      | \$1,505,770.07      | 28     | \$206,000.00         | 4.01%         | \$354,500.02    | FFCB Note 3/5/04 - 5.04% (Trans #7100)  |
| 03/15/02 |                |                 |        | \$402,576.00 | \$145,329.91   | \$4,216,440.85      |                     | 36     | \$72,871.03          | 4.01%         | \$1,933,141.12  | Manufacturer's Bank CD 3/11/02 - 4.80% (Trans #24086)                           |
| 03/15/02 | \$1,787,811.21 |                 | 51     |              |                | \$4,361,770.76      |                     |        |                      | 4.15%         | \$1,787,811.21  | March Expenses  |
| 03/19/02 |                |                 |        | \$0.00       | (\$459,000.00) | \$4,361,770.76      |                     |        |                      | 4.15%         | (\$0.00)        | Discover Bank CD 09/12/03 - 3.27% (Trans #29859)                                |
| 03/25/02 |                |                 |        |              |                | \$3,902,770.76      |                     |        |                      | 3.71%         | \$459,000.00    | Planning expenses paid from referendum bonds; reimbursed by State               |
| 03/26/02 | \$458,999.11   |                 | 52     |              |                | \$3,902,770.76      |                     |        |                      | 3.71%         | \$0.89          | 4.5% FHLB Note 06/15/03 - 3.098% (Trans #9333)                                  |
| 03/26/02 |                |                 |        |              |                | \$3,902,770.76      | \$1,160,000.00      | 31     | \$31,436.00          | 3.71%         | \$1,191,436.89  | FHLB Note 3/26/02 - 4.70% (Trans #7103)   |
| 03/26/02 | \$1,191,436.89 |                 | 53     |              |                | \$3,902,770.76      |                     |        |                      | 3.71%         | (\$0.00)        | Discover Bank CD 09/15/03 - 3.42% (Trans #7099)                                 |
| 03/31/02 |                |                 |        |              |                | \$3,902,770.76      |                     |        | \$122.80             | 3.71%         | \$122.80        | LaSalle Interest  |
| 04/12/02 |                |                 |        |              |                | \$3,902,770.76      | \$2,879,161.86      | 48     | \$15,885.14          | 3.71%         | \$2,895,169.80  | GECC CP 04/12/01 - 1.692% (Trans #11835)  |
| 04/12/02 |                |                 |        | \$360,750.00 | \$552,713.23   | \$4,455,483.99      |                     |        |                      | 4.23%         | \$2,342,456.57  | April Expenses  |

WM Rainey Harper College Referendum Bonds



PMA Financial Network Inc.

Portfolio & Rebate  
Liability Report

Last Updated: 09/30/12  
Updated by Analyst: Greg Sotiros

|   |                  |  |                  |
|---|------------------|--|------------------|
| Date of Issue                           | 03/07/01         | Today's Date   | 09/30/12         |
| Original Bond Proceeds                  | \$91,980,527.57  | Arbitrage Allowable Yield                              | 4.703700%        |
| Original Expense Budget                 | \$95,219,599.00  | Portfolio Return for Arbitrage Purposes                | 3.472031%        |
| Current Projected Expenses              | \$105,227,152.56 | Anticipated Arbitrage Rebate                           | \$0.00           |
| Original Interest Income:               | \$8,086,568.63   | Above Arb. Line/(Below Arb. Line)                      | (\$6,910,109.36) |
| Total Estimated Interest Income         | \$13,246,624.99  | Weighted Average Life of Future Funded Expenses (Days) | 31               |
| Original Interest Income Net of Rebate: | \$7,735,763.11   |  |                  |
| Current Interest Income Net of Rebate:  | \$13,246,624.99  |  |                  |

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES  |        | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance        | Description  |
|----------|---------------|-----------------|--------|-----------|--------|---------------------|---------------------|--------|----------------------|---------------|----------------|--|
|          |               |                 |        | Projected | Actual |                     |                     |        |                      |               |                |  |
| 04/12/02 |               | \$2,342,456.57  | 54     |           |        | \$4,455,483.99      |                     |        |                      | 4.23%         | (\$0.00)       | Park Federal Savings Bank 10/15/03 - 3.35% (Trans #30126)    |
| 04/30/02 |               |                 |        |           |        | \$4,455,483.99      |                     |        | \$0.02               | 4.23%         | \$0.02         | LaSalle Interest   |
| 05/15/02 |               |                 |        |           |        | \$4,455,483.99      | \$2,100,000.00      | 14     | \$123,650.96         | 4.23%         | \$2,223,650.98 | Lone Star Bank CD 5/15/02 - 4.95% (Trans #24050)             |
| 05/15/02 |               |                 |        |           |        | \$4,455,483.99      |                     | 26     | \$128,325.00         | 4.23%         | \$2,351,975.98 | FHLB Note 5/15/03 - 4.84% (Trans #7101)                      |
| 05/15/02 |               |                 |        |           |        | \$4,455,483.99      |                     | 27     | \$255,000.00         | 4.23%         | \$2,606,975.98 | FHLMC Note 11/15/03 - 4.94% (Trans #7099)                    |
| 05/15/02 |               |                 |        |           |        | \$5,288,626.24      |                     |        |                      | 5.03%         | \$1,773,833.73 | May Expenses   |
| 05/15/02 |               | \$1,773,833.73  | 55     |           |        | \$5,288,626.24      |                     |        |                      | 5.03%         | (\$0.00)       | Discover Bank CD 12/15/03 - 3.06% (Trans #30425)             |
| 05/31/02 |               |                 |        |           |        | \$5,288,626.24      |                     |        | \$0.00               | 5.03%         | (\$0.00)       | LaSalle Interest   |
| 06/14/02 |               |                 |        |           |        | \$5,288,626.24      | \$771,571.99        | 15     | \$6,428.01           | 5.03%         | \$778,000.00   | Reinvestment of transaction #24035 to 06/14/02 (Trans #8744) |
| 06/14/02 |               |                 |        |           |        | \$5,288,626.24      | \$4,879,349.87      | 30     | \$40,650.13          | 5.03%         | \$5,698,000.00 | Reinvest of transaction #24063 to 06/14/02 (Trans #8745)     |
| 06/14/02 |               |                 |        |           |        | \$6,508,773.04      |                     |        |                      | 6.19%         | \$4,477,853.20 | June Expenses  |
| 06/14/02 |               | \$2,335,197.72  | 56     |           |        | \$6,508,773.04      |                     |        |                      | 6.19%         | \$2,142,655.48 | Discover Bank CD 4/15/04 - 3.16% (Trans #30900)              |
| 06/14/02 |               | \$2,142,655.48  | 57     |           |        | \$6,508,773.04      |                     |        |                      | 6.19%         | (\$0.00)       | FHLMC Note 4/15/04 - 2.95% (Trans #9974)                     |
| 06/15/02 |               |                 |        |           |        | \$6,508,773.04      |                     | 52     | \$10,035.00          | 6.19%         | \$10,035.00    | Coupon-4.5% FHLB Note 06/15/03 - 3.098% (Trans #9333)        |
| 06/30/02 |               |                 |        |           |        | \$6,508,773.04      |                     |        |                      | 6.19%         | \$10,036.77    | LaSalle Interest   |
| 07/13/02 |               |                 |        |           |        | \$6,508,773.04      |                     | 21     | \$128,125.00         | 6.19%         | \$138,161.77   | FHLB Note 11/13/03 - 4.76% (Trans #7089)                     |
| 07/15/02 |               |                 |        |           |        | \$6,508,773.04      | \$4,100,879.50      | 16     | \$42,120.50          | 6.19%         | \$4,281,161.77 | Reinvestment of transaction #24036 to 07/15/02 (Trans #8748) |
| 07/15/02 |               |                 |        |           |        | \$8,327,359.40      |                     |        |                      | 7.91%         | \$2,462,575.41 | July Expenses  |
| 07/15/02 |               | \$2,462,575.41  | 58     |           |        | \$8,327,359.40      |                     |        |                      | 7.91%         | (\$0.00)       | First NB of Colorado 08/14/03 - 2.50% (Trans #31522)         |
| 07/31/02 |               |                 |        |           |        | \$8,327,359.40      |                     |        | \$1.73               | 7.91%         | \$1.73         | LaSalle Interest   |
| 08/16/02 |               |                 |        |           |        | \$8,327,359.40      | \$4,100,625.92      | 17     | \$51,374.08          | 7.91%         | \$4,152,001.73 | Reinvestment of transaction #24037 to 08/16/02 (Trans #8762) |
| 08/16/02 |               |                 |        |           |        | \$10,263,099.90     |                     |        |                      | 9.75%         | \$2,216,261.23 | August Expenses  |
| 08/16/02 |               | \$2,216,261.23  | 59     |           |        | \$10,263,099.90     |                     |        |                      | 9.75%         | (\$0.00)       | Cambridge Bank CD 06/13/03 - 1.85% (Trans #31879)            |
| 08/31/02 |               |                 |        |           |        | \$10,263,099.90     |                     |        | \$0.10               | 9.75%         | (\$0.10)       | LaSalle Interest   |
| 09/03/02 |               |                 |        |           |        | \$10,263,099.90     | \$4,400,000.00      | 18     | \$150,150.00         | 9.75%         | \$4,550,150.10 | FFCB Note 9/3/02 - 4.75% (Trans #7090)                       |
| 09/03/02 |               | \$4,549,989.53  | 60     |           |        | \$10,263,099.90     |                     |        |                      | 9.75%         | \$160.57       | FHLB Discount Note 09/13/02 (Trans #10591)                   |
| 09/05/02 |               |                 |        |           |        | \$10,263,099.90     |                     | 28     | \$206,000.00         | 9.75%         | \$206,160.57   | FFCB Note 3/5/04 - 5.04% (Trans #7100)                       |
| 09/13/02 |               |                 |        |           |        | \$10,263,099.90     | \$4,549,989.53      | 60     | \$2,010.47           | 9.75%         | \$4,758,160.57 | FHLB Discount Note 09/13/02 (Trans #10591)                   |
| 09/13/02 |               |                 |        |           |        | \$12,019,718.32     |                     |        |                      | 11.42%        | \$3,001,542.15 | September Expenses   |
| 09/13/02 |               | \$701,542.15    | 61     |           |        | \$12,019,718.32     |                     |        |                      | 11.42%        | \$2,300,000.00 | Discover Bank CD 08/14/03 - 1.90% (Trans #32362)             |
| 09/13/02 |               | \$1,300,000.00  | 62     |           |        | \$12,019,718.32     |                     |        |                      | 11.42%        | \$1,000,000.00 | First Bank CD 09/15/03 - 2.11% (Trans #32358)                |
| 09/13/02 |               | \$1,000,000.00  | 63     |           |        | \$12,019,718.32     |                     |        |                      | 11.42%        | (\$0.00)       | Discover Bank CD 09/15/03 - 2.11% (Trans #32365)             |
| 09/30/02 |               |                 |        |           |        | \$12,019,718.32     |                     |        | \$20.34              | 11.42%        | \$20.34        | LaSalle Interest   |
| 10/15/02 |               |                 |        |           |        | \$12,019,718.32     | \$4,100,000.00      | 19     | \$326,954.93         | 11.42%        | \$4,426,975.27 | Key Bank USA CD 10/15/02 - 4.90% (Trans #24038)              |
| 10/15/02 |               |                 |        |           |        | \$12,019,718.32     |                     | 57     | \$39,375.00          | 11.42%        | \$4,466,350.27 | coupon - FHLMC 3.75% Note 4/15/04 - 2.95% (Trans #9974)      |
| 10/15/02 |               |                 |        |           |        | \$13,403,385.93     |                     |        |                      | 12.74%        | \$3,082,682.66 | October Expenses   |
| 10/15/02 |               | \$3,082,682.66  | 64     |           |        | \$13,403,385.93     |                     |        |                      | 12.74%        | (\$0.00)       | Missouri State B&T 10/15/03 - 2.05% (Trans #36257)           |
| 11/01/02 |               |                 |        |           |        | \$13,403,385.93     |                     |        | \$21.73              | 12.74%        | \$21.73        | ISDLAF Interest  |
| 11/13/02 |               |                 |        |           |        | \$13,403,385.93     |                     |        | (\$21.73)            | 12.74%        | (\$0.00)       | College Request to sweep funds                               |
| 11/15/02 |               |                 |        |           |        | \$13,403,385.93     | \$5,500,000.00      | 20     | \$462,706.25         | 12.74%        | \$5,962,706.25 | Key Bank USA CD 11/15/02 - 4.90% (Trans #24041)              |
| 11/15/02 |               |                 |        |           |        | \$13,403,385.93     |                     | 26     | \$128,325.00         | 12.74%        | \$6,091,031.25 | FHLB Note 5/15/03 - 4.84% (Trans #7101)                      |
| 11/15/02 |               |                 |        |           |        | \$13,403,385.93     |                     | 27     | \$255,000.00         | 12.74%        | \$6,346,031.25 | FHLMC Note 11/15/03 - 4.94% (Trans #7099)                    |
| 11/15/02 |               |                 |        |           |        | \$15,148,397.51     |                     |        |                      | 14.40%        | \$4,601,019.67 | November Expenses  |
| 11/15/02 |               | \$2,601,019.67  | 65     |           |        | \$15,148,397.51     |                     |        |                      | 14.40%        | \$2,000,000.00 | Discover Bank CD 07/15/03 - 1.90% (Trans #36925)             |
| 11/15/02 |               | \$1,000,000.00  | 66     |           |        | \$15,148,397.51     |                     |        |                      | 14.40%        | \$1,000,000.00 | Independent Banker's Bank CD 08/14/03 - 1.55% (Trans #36933) |
| 11/15/02 |               | \$1,000,000.00  | 67     |           |        | \$15,148,397.51     |                     |        |                      | 14.40%        | (\$0.00)       | Independent Banker's Bank CD 12/15/03 - 1.65% (Trans #36935) |
| 12/13/02 |               |                 |        |           |        | \$15,148,397.51     | \$5,930,263.62      | 29     | \$524,799.90         | 14.40%        | \$6,455,063.52 | Amcore Bank CD 12/13/02 - 4.90% (Trans #24064)               |
| 12/13/02 |               |                 |        |           |        | \$17,061,690.58     |                     |        |                      | 16.21%        | \$4,541,770.45 | December Expenses  |
| 12/13/02 |               | \$3,000,000.00  | 68     |           |        | \$17,061,690.58     |                     |        |                      | 16.21%        | \$1,541,770.45 | Cambridge Bank CD 12/15/03 - 1.65% (Trans #37439)            |
| 12/13/02 |               | \$1,541,770.45  | 69     |           |        | \$17,061,690.58     |                     |        |                      | 16.21%        | (\$0.00)       | Kaw Valley State Bank CD 12/15/03 - 1.80% (Trans #37440)     |
| 12/15/02 |               |                 |        |           |        | \$17,061,690.58     |                     | 52     | \$10,035.00          | 16.21%        | \$10,035.00    | Coupon-4.5% FHLB Note 06/15/03 - 3.098% (Trans #9333)        |
| 12/31/02 |               |                 |        |           |        | \$17,061,690.58     |                     |        | \$3.99               | 16.21%        | \$10,038.99    | ISDLAF Interest  |
| 01/13/03 |               |                 |        |           |        | \$17,061,690.58     | \$5,000,000.00      | 21     | \$128,125.00         | 16.21%        | \$5,138,163.99 | FHLB Note 11/13/03 - 4.76% (Trans #7089)                     |
| 01/15/03 |               |                 |        |           |        | \$19,562,468.01     |                     |        |                      | 18.59%        | \$2,637,386.56 | Expenses Wired   |
| 01/31/03 |               |                 |        |           |        | \$19,562,468.01     |                     |        | \$1,143.83           | 18.59%        | \$2,638,530.39 | ISDLAF Interest  |
| 02/14/03 |               |                 |        |           |        | \$19,562,468.01     | \$4,500,000.00      | 22     | \$450,000.42         | 18.59%        | \$7,588,530.81 | Key Bank USA CD 2/14/03 - 5.05% (Trans # 24042)              |
| 02/14/03 |               |                 |        |           |        | \$23,873,542.28     |                     |        |                      | 22.69%        | \$3,277,456.54 | Expenses Wired   |
| 02/14/03 |               | \$1,600,000.00  | 70     |           |        | \$23,873,542.28     |                     |        |                      | 22.69%        | \$1,677,456.54 | Independent Bank 06/13/03 - 1.25% (Trans #38452)             |
| 02/14/03 |               | \$1,300,000.00  | 71     |           |        | \$23,873,542.28     |                     |        |                      | 22.69%        | \$377,456.54   | Pulaski Bank CD 08/14/03 - 1.476% (Trans #38453)             |
| 02/14/03 |               | \$377,456.54    | 72     |           |        | \$23,873,542.28     |                     |        |                      | 22.69%        | (\$0.00)       | Discover Bank CD 08/14/03 - 1.39% (Trans #38454)             |
| 02/28/03 |               |                 |        |           |        | \$23,873,542.28     |                     |        | \$781.10             | 22.69%        | \$781.10       | ISDLAF Interest  |
| 03/05/03 |               |                 |        |           |        | \$23,873,542.28     |                     | 28     | \$206,000.00         | 22.69%        | \$206,781.10   | FFCB Note 3/5/04 - 5.04% (Trans #7100)                       |
| 03/07/03 |               |                 |        |           |        | \$23,873,542.28     | \$4,500,000.00      | 23     | \$463,989.65         | 22.69%        | \$5,170,770.75 | Key Bank USA CD 3/7/03 - 5.05% (Trans # 24042)               |
| 03/07/03 |               | \$5,170,419.70  | 73     |           |        | \$23,873,542.28     |                     |        |                      | 22.69%        | \$351.05       | FHLB Discount Note 03/11/03 - 1.027% (Trans #11646)          |
| 03/11/03 |               |                 |        |           |        | \$23,873,542.28     | \$5,170,419.70      | 73     | \$580.30             | 22.69%        | \$5,171,351.05 | FHLB Discount Note 03/11/03 - 1.027% (Trans #11646)          |
| 03/14/03 |               |                 |        |           |        | \$25,505,504.81     |                     |        |                      | 24.24%        | \$3,539,388.52 | Expenses Wired   |
| 03/14/03 |               | \$1,500,000.00  | 74     |           |        | \$25,505,504.81     |                     |        |                      | 24.24%        | \$2,039,388.52 | Minwest Bank 09/15/03 - 1.30% (Trans #39108)                 |
| 03/14/03 |               | \$1,039,388.52  | 75     |           |        | \$25,505,504.81     |                     |        |                      | 24.24%        | \$1,000,000.00 | MBNA America 10/15/03 - 1.35% (Trans #39109)                 |
| 03/14/03 |               | \$1,000,000.00  | 76     |           |        | \$25,505,504.81     |                     |        |                      | 24.24%        | (\$0.00)       | Lone Star Bank 01/15/04 - 1.45% (Trans #39110)               |
| 03/31/03 |               |                 |        |           |        | \$25,505,504.81     |                     |        | \$346.51             | 24.24%        | \$346.51       | ISDLAF Interest  |



**PMA Financial Network Inc.**

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst: Greg Sotiros

**WM Rainey Harper College Referendum Bonds**

|   |                  |  |                  |
|---|------------------|--|------------------|
| Date of Issue                           | 03/07/01         | Today's Date   | 09/30/12         |
| Original Bond Proceeds                  | \$91,980,527.57  | Arbitrage Allowable Yield                              | 4.703700%        |
| Original Expense Budget                 | \$95,219,599.00  | Portfolio Return for Arbitrage Purposes                | 3.472031%        |
| Current Projected Expenses              | \$105,227,152.56 | Anticipated Arbitrage Rebate                           | \$0.00           |
| Original Interest Income:               | \$8,086,568.63   | Above Arb. Line/(Below Arb. Line)                      | (\$6,910,109.36) |
| Total Estimated Interest Income         | \$13,246,624.99  | Weighted Average Life of Future Funded Expenses (Days) | 31               |
| Original Interest Income Net of Rebate: | \$7,735,763.11   |  |                  |
| Current Interest Income Net of Rebate:  | \$13,246,624.99  |  |                  |

| Date     | Bond Proceeds  | Investment Cost | Inv ID | EXPENSES                   |                 | Cumulative Expenses | Investment Maturity | Mat ID       | Coupons and Interest | Percent Spent  | Balance  | Description |
|----------|----------------|-----------------|--------|----------------------------|-----------------|---------------------|---------------------|--------------|----------------------|----------------|--|-------------|
|          |                |                 |        | Projected                  | Actual          |                     |                     |              |                      |                |  |             |
| 04/15/03 |                |                 |        |                            | \$25,505,504.81 | \$4,416,201.50      | 33                  | \$500,419.94 | 24.24%               | \$4,916,967.99 | MBNA America CD 4/15/03 - 5.259% (Trans #)                               |             |
| 04/15/03 |                |                 |        |                            | \$25,505,504.81 |                     | 57                  | \$39,375.00  | 24.24%               | \$4,956,342.99 | coupon - FHLMC 3.75% Note 4/15/04 - 2.95% (Trans #9974)                  |             |
| 04/15/03 |                |                 |        | <del>-\$3,659,650.00</del> | \$2,894,842.70  | \$28,400,347.51     |                     |              | 26.99%               | \$2,061,500.25 | Expenses Wired   |             |
| 04/15/03 | \$2,061,500.25 |                 | 77     |                            | \$28,400,347.51 |                     |                     |              | 26.99%               | (\$0.00)       | Home Savings Bank 01/15/04 - 1.35% (Trans #39571)                        |             |
| 04/30/03 |                |                 |        |                            | \$28,400,347.51 |                     |                     | \$62.26      | 26.99%               | \$62.26        | ISDLAF Interest  |             |
| 05/15/03 |                |                 |        |                            | \$28,400,347.51 | \$3,400,000.00      | 24                  | \$401,524.29 | 26.99%               | \$3,801,586.55 | MBNA America CD 5/15/03 - 5.259% (Trans #24039)                          |             |
| 05/15/03 |                |                 |        |                            | \$28,400,347.51 | \$3,540,000.00      | 26                  | \$128,325.00 | 26.99%               | \$7,469,911.55 | FHNB Note 5/15/03 - 4.84% (Trans #7101)                                  |             |
| 05/15/03 |                |                 |        |                            | \$28,400,347.51 |                     | 27                  | \$255,000.00 | 26.99%               | \$7,724,911.55 | FHLMC Note 11/15/03 - 4.94% (Trans #7099)                                |             |
| 05/15/03 |                |                 |        | <del>-\$4,076,966.00</del> | \$3,027,394.84  | \$31,427,742.35     |                     |              | 29.87%               | \$4,697,516.71 | Expenses Wired   |             |
| 05/15/03 | \$4,697,516.71 |                 | 78     |                            | \$31,427,742.35 |                     |                     |              | 29.87%               | (\$0.00)       | Covest Bank CD 02/13/04 - 1.25% (Trans #39881)                           |             |
| 05/31/03 |                |                 |        |                            | \$31,427,742.35 |                     |                     | \$0.00       | 29.87%               | (\$0.00)       | ISDLAF Interest  |             |
| 06/13/03 |                |                 |        |                            | \$31,427,742.35 | \$1,487,649.85      | 46                  | \$77,145.46  | 29.87%               | \$1,564,795.31 | Suburban Bank & Trust CD 06/13/03 - 3.10% (Trans #27652)                 |             |
| 06/13/03 |                |                 |        |                            | \$31,427,742.35 | \$2,216,261.23      | 59                  | \$33,811.85  | 29.87%               | \$3,814,868.19 | Cambridge Bank CD 06/13/03 - 1.85% (Trans #31879)                        |             |
| 06/13/03 |                |                 |        |                            | \$31,427,742.35 | \$1,600,000.00      | 70                  | \$6,520.55   | 29.87%               | \$5,421,388.74 | Independent Bank 06/13/03 - 1.25% (Trans #38452)                         |             |
| 06/13/03 |                |                 |        | <del>-\$4,494,360.00</del> | \$2,279,710.43  | \$33,707,452.78     |                     |              | 32.03%               | \$3,141,678.31 | Expenses Wired   |             |
| 06/13/03 | \$3,141,678.31 |                 | 79     |                            | \$33,707,452.78 |                     |                     |              | 32.03%               | (\$0.00)       | Capital City Bank 06/15/04 - 1.201% (Trans #40552)                       |             |
| 06/15/03 |                |                 |        |                            | \$33,707,452.78 | \$446,000.00        | 52                  | \$10,035.00  | 32.03%               | \$456,035.00   | 4.5% FHNB Note 06/15/03 - 3.098% (Trans #9333)                           |             |
| 06/30/03 |                |                 |        |                            | \$33,707,452.78 |                     |                     | \$115.77     | 32.03%               | \$456,150.77   | ISDLAF Interest  |             |
| 07/15/03 |                |                 |        |                            | \$33,707,452.78 | \$1,611,056.31      | 47                  | \$76,802.19  | 32.03%               | \$2,144,009.27 | MBNA CD 07/15/03 - 2.857% (Trans #28322)                                 |             |
| 07/15/03 |                |                 |        |                            | \$33,707,452.78 | \$1,185,046.13      | 49                  | \$49,635.58  | 32.03%               | \$3,378,690.98 | Independent Banker's Bank CD 07/15/03 - 2.80% (Trans #29032)             |             |
| 07/15/03 |                |                 |        |                            | \$33,707,452.78 | \$2,601,019.67      | 65                  | \$25,581.87  | 32.03%               | \$6,005,292.52 | Discover Bank CD 07/15/03 - 1.90% (Trans #36925)                         |             |
| 07/15/03 |                |                 |        | <del>-\$4,044,760.00</del> | \$3,514,194.73  | \$37,221,647.51     |                     |              | 35.37%               | \$2,491,097.79 | Expenses Wired   |             |
| 07/16/03 | \$1,291,097.79 |                 | 80     |                            | \$37,221,647.51 |                     |                     |              | 35.37%               | \$1,200,000.00 | Discover Bank CD 01/15/04 - .95% (Trans #41748)                          |             |
| 07/16/03 | \$1,200,000.00 |                 | 81     |                            | \$37,221,647.51 |                     |                     |              | 35.37%               | (\$0.00)       | Heritage Bank CD 05/14/04 - 1.20% (Trans #41747)                         |             |
| 07/31/03 |                |                 |        |                            | \$37,221,647.51 |                     |                     | \$136.56     | 35.37%               | \$136.56       | ISDLAF Interest  |             |
| 08/14/03 |                |                 |        |                            | \$37,221,647.51 | \$1,278,399.91      | 50                  | \$55,356.47  | 35.37%               | \$1,333,892.94 | North Shore Community B&T CD 08/14/03 - 2.90% (Trans #29416)             |             |
| 08/14/03 |                |                 |        |                            | \$37,221,647.51 | \$2,462,575.41      | 58                  | \$66,987.39  | 35.37%               | \$3,863,455.74 | First NB of Colorado 08/14/03 - 2.50% (Trans #31522)                     |             |
| 08/14/03 |                |                 |        |                            | \$37,221,647.51 | \$701,542.15        | 61                  | \$12,233.38  | 35.37%               | \$4,577,231.27 | Discover Bank CD 08/14/03 - 1.90% (Trans #32362)                         |             |
| 08/14/03 |                |                 |        |                            | \$37,221,647.51 | \$1,000,000.00      | 66                  | \$11,550.69  | 35.37%               | \$5,588,781.96 | Independent Banker's Bank CD 08/14/03 - 1.55% (Trans #36933)             |             |
| 08/14/03 |                |                 |        |                            | \$37,221,647.51 | \$1,300,000.00      | 71                  | \$9,516.94   | 35.37%               | \$6,898,298.90 | Pulaski Bank CD 08/14/03 - 1.476% (Trans #38453)                         |             |
| 08/14/03 |                |                 |        |                            | \$37,221,647.51 | \$377,456.54        | 72                  | \$2,602.01   | 35.37%               | \$7,278,357.45 | Discover Bank CD 08/14/03 - 1.39% (Trans #38454)                         |             |
| 08/14/03 |                |                 |        | <del>-\$6,329,160.00</del> | \$2,479,480.81  | \$39,701,128.32     |                     |              | 37.73%               | \$4,798,876.64 | Expenses Wired   |             |
| 08/15/03 | \$2,298,876.64 |                 | 82     |                            | \$39,701,128.32 |                     |                     |              | 37.73%               | \$2,500,000.00 | Republic Bank CD 05/17/04 - 1.13% (Trans #42990)                         |             |
| 08/15/03 | \$1,000,000.00 |                 | 83     |                            | \$39,701,128.32 |                     |                     |              | 37.73%               | \$1,500,000.00 | Mount Prospect National Bank 08/16/04 - 1.30% (Trans #42984)             |             |
| 08/15/03 | \$1,000,000.00 |                 | 84     |                            | \$39,701,128.32 |                     |                     |              | 37.73%               | \$500,000.00   | Southwestern National Bank 08/16/04 - 1.30% (Trans #42985)               |             |
| 08/15/03 | \$500,000.00   |                 | 85     |                            | \$39,701,128.32 |                     |                     |              | 37.73%               | (\$0.00)       | Northwestern State Bank of Orange County 08/16/04 - 1.30% (Trans #42988) |             |
| 08/31/03 |                |                 |        |                            | \$39,701,128.32 |                     |                     | \$122.80     | 37.73%               | \$122.80       | ISDLAF Interest  |             |
| 09/05/03 |                |                 |        |                            | \$39,701,128.32 |                     | 28                  | \$206,000.00 | 37.73%               | \$206,122.80   | FFCB Note 3/5/04 - 5.04% (Trans #7100)                                   |             |
| 09/09/03 |                |                 |        |                            | \$39,701,128.32 |                     | 65                  | \$27.36      | 37.73%               | \$206,150.16   | Additional Interest - Discover Bank CD 07/15/03 - 1.90% (Trans #36925)   |             |
| 09/12/03 |                |                 |        |                            | \$39,701,128.32 | \$1,038,987.53      | 45                  | \$72,919.62  | 37.73%               | \$1,318,057.31 | Key Bank USA 09/12/03 - 3.47% (Trans #27055)                             |             |
| 09/12/03 |                |                 |        |                            | \$39,701,128.32 | \$1,787,811.21      | 51                  | \$87,807.66  | 37.73%               | \$3,193,676.18 | Discover Bank CD 09/12/03 - 3.27% (Trans #29859)                         |             |
| 09/15/03 |                |                 |        |                            | \$39,701,128.32 | \$1,191,436.89      | 53                  | \$60,346.00  | 37.73%               | \$4,445,459.07 | Discover Bank CD 09/15/03 - 3.42% (Trans #7099)                          |             |
| 09/15/03 |                |                 |        |                            | \$39,701,128.32 | \$1,300,000.00      | 62                  | \$27,580.30  | 37.73%               | \$5,773,039.37 | First Bank CD 09/15/03 - 2.11% (Trans #32358)                            |             |
| 09/15/03 |                |                 |        |                            | \$39,701,128.32 | \$1,500,000.00      | 74                  | \$9,883.57   | 37.73%               | \$7,282,922.94 | Minnwest Bank 09/15/03 - 1.30% (Trans #39108)                            |             |
| 09/15/03 |                |                 |        | <del>-\$6,736,550.00</del> | \$2,703,298.14  | \$42,404,426.46     |                     |              | 40.30%               | \$4,579,624.80 | Expenses Wired   |             |
| 09/15/03 | \$4,579,624.80 |                 | 86     |                            | \$42,404,426.46 |                     |                     |              | 40.30%               | (\$0.00)       | Regency Savings Bank 09/15/04 - 1.30% (Trans #43936)                     |             |
| 09/30/03 |                |                 |        |                            | \$42,404,426.46 |                     |                     | \$47.86      | 40.30%               | \$47.86        | ISDLAF Interest  |             |
| 10/15/03 |                |                 |        |                            | \$42,404,426.46 | \$2,342,456.57      | 54                  | \$118,712.95 | 40.30%               | \$2,461,217.38 | Park Federal Savings Bank 10/15/03 - 3.35% (Trans #30126)                |             |
| 10/15/03 |                |                 |        |                            | \$42,404,426.46 |                     | 57                  | \$39,375.00  | 40.30%               | \$2,500,592.38 | coupon - FHLMC 3.75% Note 4/15/04 - 2.95% (Trans #9974)                  |             |
| 10/15/03 |                |                 |        |                            | \$42,404,426.46 | \$1,000,000.00      | 63                  | \$22,978.61  | 40.30%               | \$3,523,570.99 | Discover Bank CD 09/15/03 - 2.11% (Trans #32365)                         |             |
| 10/15/03 |                |                 |        |                            | \$42,404,426.46 | \$3,082,682.66      | 64                  | \$63,199.72  | 40.30%               | \$6,668,453.37 | Missouri State B&T 10/15/03 - 2.05% (Trans #36257)                       |             |
| 10/15/03 |                |                 |        |                            | \$42,404,426.46 | \$1,039,388.52      | 75                  | \$8,267.92   | 40.30%               | \$7,717,109.81 | MBNA America 10/15/03 - 1.35% (Trans #39109)                             |             |
| 10/15/03 |                |                 |        | <del>-\$6,126,000.00</del> | \$3,333,016.71  | \$45,737,443.17     |                     |              | 43.47%               | \$4,384,093.10 | Expenses Wired   |             |
| 10/15/03 | \$3,000,000.00 |                 | 87     |                            | \$45,737,443.17 |                     |                     |              | 43.47%               | \$1,384,093.10 | Associated Bank CD 07/15/04 - 1.20% (Trans #45211)                       |             |
| 10/15/03 | \$1,383,146.84 |                 | 88     |                            | \$45,737,443.17 |                     |                     |              | 43.47%               | \$946.26       | FNMA Discount Note 08/13/04 - 1.12% (Trans #12904)                       |             |
| 10/31/03 |                |                 |        |                            | \$45,737,443.17 |                     |                     | \$0.34       | 43.47%               | \$946.60       | ISDLAF Interest  |             |
| 11/15/03 |                |                 |        |                            | \$45,737,443.17 | \$8,000,000.00      | 27                  | \$255,000.00 | 43.47%               | \$8,255,946.60 | FHLMC Note 11/15/03 - 4.94% (Trans #7099)                                |             |
| 11/15/03 |                |                 |        | <del>-\$6,492,600.00</del> | \$2,893,973.10  | \$48,631,416.27     |                     |              | 46.22%               | \$5,361,973.50 | Expenses Wired   |             |
| 11/17/03 | \$5,361,973.50 |                 | 89     |                            | \$48,631,416.27 |                     |                     |              | 46.22%               | (\$0.00)       | JP Morgan Chase Bank 05/17/04 - 1.25% (Trans #45892)                     |             |
| 11/30/03 |                |                 |        |                            | \$48,631,416.27 |                     |                     | \$0.32       | 46.22%               | \$0.32         | ISDLAF Interest  |             |
| 12/15/03 |                |                 |        |                            | \$48,631,416.27 | \$1,860,213.11      | 55                  |              | 46.22%               | \$1,860,213.43 | Discover Bank CD 12/15/03 - 3.06% (Trans #30425)                         |             |
| 12/15/03 |                |                 |        |                            | \$48,631,416.27 | \$1,000,000.00      | 67                  | \$17,856.17  | 46.22%               | \$2,878,069.60 | Independent Banker's Bank CD 12/15/03 - 1.65% (Trans #36935)             |             |
| 12/15/03 |                |                 |        |                            | \$48,631,416.27 | \$3,000,000.00      | 68                  | \$49,771.24  | 46.22%               | \$5,927,840.84 | Cambridge Bank CD 12/15/03 - 1.65% (Trans #37439)                        |             |
| 12/15/03 |                |                 |        |                            | \$48,631,416.27 | \$1,541,770.45      | 69                  | \$27,903.94  | 46.22%               | \$7,497,515.23 | Kaw Valley State Bank CD 12/15/03 - 1.80% (Trans #37440)                 |             |
| 12/15/03 |                |                 |        | <del>-\$6,469,400.00</del> | \$2,116,433.29  | \$50,747,849.56     |                     |              | 48.23%               | \$5,381,081.94 | Expenses Wired   |             |
| 12/15/03 | \$3,500,000.00 |                 | 90     |                            | \$50,747,849.56 |                     |                     |              | 48.23%               | \$1,881,081.94 | Illinois National Bank CD 06/15/04 - 1.20% (Trans #46377)                |             |
| 12/15/03 | \$1,881,081.94 |                 | 91     |                            | \$50,747,849.56 |                     |                     |              | 48.23%               | (\$0.00)       | First Security Bank of Lexington - 1.20% (Trans #46376)                  |             |
| 12/31/03 |                |                 |        |                            | \$50,747,849.56 |                     |                     | \$0.00       | 48.23%               | (\$0.00)       | ISDLAF Interest  |             |
| 01/15/04 |                |                 |        |                            | \$50,747,849.56 | \$1,000,000.00      | 76                  | \$12,199.95  | 48.23%               | \$1,012,199.95 | Lone Star Bank 01/15/04 - 1.45% (Trans #39110)                           |             |
| 01/15/04 |                |                 |        |                            | \$50,747,849.56 | \$2,061,500.25      | 77                  | \$20,968.01  | 48.23%               | \$3,094,668.21 | Home Savings Bank 01/15/04 - 1.35% (Trans #39571)                        |             |



PMA Financial Network Inc.

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst: Greg Sotiros

**WM Rainey Harper College Referendum Bonds**

|   |                  |  |                  |
|---|------------------|--|------------------|
| Date of Issue                           | 03/07/01         | Today's Date   | 09/30/12         |
| Original Bond Proceeds                  | \$91,980,527.57  | Arbitrage Allowable Yield                              | 4.703700%        |
| Original Expense Budget                 | \$95,219,599.00  | Portfolio Return for Arbitrage Purposes                | 3.472031%        |
| Current Projected Expenses              | \$105,227,152.56 | Anticipated Arbitrage Rebate                           | \$0.00           |
| Original Interest Income:               | \$8,086,568.63   | Above Arb. Line/(Below Arb. Line)                      | (\$6,910,109.36) |
| Total Estimated Interest Income         | \$13,246,624.99  | Weighted Average Life of Future Funded Expenses (Days) | 31               |
| Original Interest Income Net of Rebate: | \$7,735,763.11   |  |                  |
| Current Interest Income Net of Rebate:  | \$13,246,624.99  |  |                  |

| Date     | Bond Proceeds  | Investment Cost | Inv ID | EXPENSES                   |                | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance        | Description  |
|----------|----------------|-----------------|--------|----------------------------|----------------|---------------------|---------------------|--------|----------------------|---------------|----------------|--|
|          |                |                 |        | Projected                  | Actual         |                     |                     |        |                      |               |                |  |
| 01/15/04 |                |                 |        |                            |                | \$50,747,849.56     | \$1,291,097.79      | 80     | \$6,150.04           | 48.23%        | \$4,391,916.04 | Discover Bank CD 01/15/04 - .95% (Trans #41748)                          |
| 01/15/04 |                |                 |        | <del>-\$4,391,916.04</del> | \$2,122,960.17 | \$52,870,809.73     |                     |        |                      | 50.24%        | \$2,268,955.87 | Estimated Expenses   |
| 01/15/04 | \$2,268,955.87 |                 | 92     |                            |                | \$52,870,809.73     |                     |        |                      | 50.24%        | (\$0.00)       | Capital City Bank 10/15/04 - 1.26% (Trans #46917)                        |
| 02/13/04 |                |                 |        |                            |                | \$52,870,809.73     | \$4,697,516.71      | 78     | \$44,079.44          | 50.24%        | \$4,741,596.15 | Covest Bank CD 02/13/04 - 1.25% (Trans #39881)                           |
| 02/13/04 |                |                 |        | <del>\$4,741,596.15</del>  | \$2,956,486.83 | \$55,827,296.56     |                     |        |                      | 53.05%        | \$1,785,109.32 | Estimated Expenses   |
| 02/13/04 | \$1,785,109.32 |                 | 93     |                            |                | \$55,827,296.56     |                     |        |                      | 53.05%        | (\$0.00)       | Community B&TC 3/15/04 - 1.0% (Trans 47552)                              |
| 03/05/04 |                |                 |        |                            |                | \$55,827,296.56     | \$8,000,000.00      | 28     | \$206,000.00         | 53.05%        | \$8,206,000.00 | FFCB Note 3/5/04 - 5.04% (Trans #7100)                                   |
| 03/05/04 | \$2,000,000.00 |                 | 94     |                            |                | \$55,827,296.56     |                     |        |                      | 53.05%        | \$6,206,000.00 | Wisconsin CB 3/6/07 - 2.5 (Trans 48318)                                  |
| 03/05/04 | \$4,000,000.00 |                 | 95     |                            |                | \$55,827,296.56     |                     |        |                      | 53.05%        | \$2,206,000.00 | Republic Bank 3/6/07 - 2.55 (Trans 48319)                                |
| 03/08/04 | \$1,995,844.69 |                 | 96     |                            |                | \$55,827,296.56     |                     |        |                      | 53.05%        | \$210,155.31   | FHLMC Note 3/15/07 - 2.15 (Trans 13332)                                  |
| 03/15/04 |                |                 |        |                            |                | \$55,827,296.56     | \$1,785,109.32      | 93     | \$1,516.13           | 53.05%        | \$1,996,780.76 | Community B&TC 3/15/04 - 1.0% (Trans 47552)                              |
| 03/15/04 |                |                 |        |                            |                | \$55,827,296.56     |                     | 96     | \$44,118.75          | 53.05%        | \$2,040,899.51 | Coupon - FHLMC Note 3/15/07 - 2.15 (Trans 13332)                         |
| 03/15/04 |                |                 |        | <del>\$8,206,000.00</del>  | \$2,040,899.51 | \$57,868,196.07     |                     |        |                      | 54.99%        | (\$0.00)       | Expenses Wired   |
| 03/21/04 |                |                 |        |                            |                | \$57,868,196.07     |                     |        | \$136.82             | 54.99%        | \$136.82       | ISDLAF Interest  |
| 04/15/04 |                |                 |        |                            |                | \$57,868,196.07     | \$2,471,828.71      | 56     |                      | 54.99%        | \$2,471,965.53 | Discover Bank CD 4/15/04 - 3.16% (Trans #30900)                          |
| 04/15/04 |                |                 |        |                            |                | \$57,868,196.07     | \$2,100,000.00      | 57     | \$39,375.00          | 54.99%        | \$4,611,340.53 | FHLMC 3.75% Note 4/15/04 - 2.95% (Trans #9974)                           |
| 04/15/04 |                |                 |        | <del>\$4,611,340.53</del>  | \$2,465,896.44 | \$60,334,092.51     |                     |        |                      | 57.34%        | \$2,145,444.09 | Expenses Wired   |
| 04/21/04 | \$2,145,444.09 |                 | 97     |                            |                | \$60,334,092.51     |                     |        |                      | 57.34%        | (\$0.00)       | Community B&TC - 1.0% 6/15/04 (Trans 49539)                              |
| 04/30/04 |                |                 |        |                            |                | \$60,334,092.51     |                     |        | \$224.94             | 57.34%        | \$224.94       | ISDLAF Interest  |
| 05/14/04 |                |                 |        |                            |                | \$60,334,092.51     | \$1,200,000.00      | 81     | \$11,953.97          | 57.34%        | \$1,212,178.91 | Heritage Bank CD 05/14/04 - 1.20% (Trans #41747)                         |
| 05/17/04 |                |                 |        |                            |                | \$60,334,092.51     | \$0.00              | 82     | \$2,318,519.76       | 57.34%        | \$3,530,698.67 | Republic Bank CD 05/17/04 - 1.13% (Trans #42990)                         |
| 05/17/04 |                |                 |        |                            |                | \$60,334,092.51     | \$0.00              | 89     | \$5,395,394.03       | 57.34%        | \$8,926,092.70 | JP Morgan Chase Bank 05/17/04 - 1.25% (Trans #45892)                     |
| 05/17/04 |                |                 |        | <del>\$1,244,963.02</del>  | \$1,551,841.54 | \$61,885,934.05     |                     |        |                      | 58.81%        | \$7,374,251.16 | Expenses Wired   |
| 05/18/04 | \$4,000,000.00 |                 | 38     |                            |                | \$61,885,934.05     |                     |        |                      | 58.81%        | \$3,374,251.16 | MidAmerica 11/15/04 - 1.58 (Trans 50082)                                 |
| 05/18/04 | \$3,374,251.16 |                 | 39     |                            |                | \$61,885,934.05     |                     |        |                      | 58.81%        | (\$0.00)       | Harris Roselle 12/15/04 - 1.549 (Trans 5008)                             |
| 05/31/04 |                |                 |        |                            |                | \$61,885,934.05     |                     |        | \$199.33             | 58.81%        | \$199.33       | ISDLAF Interest  |
| 06/15/04 |                |                 |        |                            |                | \$61,885,934.05     | \$3,141,678.31      | 79     | \$38,041.68          | 58.81%        | \$3,179,919.32 | Capital City Bank 06/15/04 - 1.201% (Trans #40552)                       |
| 06/15/04 |                |                 |        |                            |                | \$61,885,934.05     | \$3,500,000.00      | 90     | \$21,057.54          | 58.81%        | \$6,700,976.86 | Illinois National Bank CD 06/15/04 - 1.20% (Trans #46377)                |
| 06/15/04 |                |                 |        |                            |                | \$61,885,934.05     | \$2,145,444.09      | 97     | \$3,232.86           | 58.81%        | \$8,849,653.81 | Community B&TC - 1.0% 6/15/04 (Trans 49539)                              |
| 06/15/04 |                |                 |        | <del>\$14,444,694.32</del> | \$3,069,701.23 | \$64,955,635.28     |                     |        |                      | 61.73%        | \$5,779,952.58 | Expenses Wired   |
| 06/24/04 | \$1,779,952.58 |                 | 98     |                            |                | \$64,955,635.28     |                     |        |                      | 61.73%        | \$4,000,000.00 | Oak Brook Bank 1/14/05 (Trans 51803)                                     |
| 06/24/04 | \$1,000,000.00 |                 | 99     |                            |                | \$64,955,635.28     |                     |        |                      | 61.73%        | \$3,000,000.00 | Oak Brook Bank 2/15/05 (Trans 51802)                                     |
| 06/25/04 | \$2,999,075.13 |                 | 100    |                            |                | \$64,955,635.28     |                     |        |                      | 61.73%        | \$924.87       | FHLB Note 5/15/07 (Trans 13790)  |
| 06/30/04 |                |                 |        |                            |                | \$64,955,635.28     |                     |        | \$1,064.14           | 61.73%        | \$1,989.01     | ISDLAF Interest  |
| 07/15/04 |                |                 |        |                            |                | \$64,955,635.28     | \$3,000,000.00      | 87     | \$26,949.45          | 61.73%        | \$3,028,938.46 | Associated Bank CD 07/15/04 - 1.20% (Trans #45211)                       |
| 07/15/04 |                |                 |        |                            |                | \$64,955,635.28     | \$1,881,081.94      | 91     | \$13,124.19          | 61.73%        | \$4,923,144.59 | First Security Bank of Lexington - 1.20% (Trans #46376)                  |
| 07/15/04 |                |                 |        | <del>\$4,923,144.59</del>  | \$4,831,296.56 | \$69,786,931.84     |                     |        |                      | 66.32%        | \$91,848.03    | Expenses Wired   |
| 07/31/04 |                |                 |        |                            |                | \$69,786,931.84     |                     |        | \$2.88               | 66.32%        | \$91,850.91    | ISDLAF Interest  |
| 07/31/04 |                |                 |        |                            |                | \$69,786,931.84     |                     |        | \$40.48              | 66.32%        | \$91,891.39    | MAX Interest   |
| 08/13/04 |                |                 |        |                            |                | \$69,786,931.84     | \$1,383,146.84      | 88     | \$12,853.16          | 66.32%        | \$1,487,891.39 | FNMA Discount Note 08/13/04 - 1.12% (Trans #12904)                       |
| 08/16/04 |                |                 |        |                            |                | \$69,786,931.84     | \$1,000,000.00      | 83     | \$13,071.24          | 66.32%        | \$2,500,962.63 | Mount Prospect National Bank 08/16/04 - 1.30% (Trans #42984)             |
| 08/16/04 |                |                 |        |                            |                | \$69,786,931.84     | \$1,000,000.00      | 84     | \$13,071.24          | 66.32%        | \$3,514,033.87 | Southwestern National Bank 08/16/04 - 1.30% (Trans #42985)               |
| 08/16/04 |                |                 |        |                            |                | \$69,786,931.84     | \$500,000.00        | 85     | \$6,535.63           | 66.32%        | \$4,020,569.50 | Northwestern State Bank of Orange County 08/16/04 - 1.30% (Trans #42989) |
| 08/24/04 |                |                 |        | <del>\$4,000,000.00</del>  | \$2,267,433.81 | \$72,054,365.65     |                     |        |                      | 68.48%        | \$1,753,135.69 | Expenses Wired   |
| 08/24/04 | \$1,752,271.43 |                 | 101    |                            |                | \$72,054,365.65     |                     |        |                      | 68.48%        | \$864.26       | FNMA Discount Note 10/15/04 - 1.494% (Trans #14130)                      |
| 08/31/04 |                |                 |        |                            |                | \$72,054,365.65     |                     |        | \$1,030.77           | 68.48%        | \$1,895.03     | ISDLAF Interest  |
| 08/31/04 |                |                 |        |                            |                | \$72,054,365.65     |                     |        | \$65.31              | 68.48%        | \$1,960.34     | MAX Interest   |
| 09/15/04 |                |                 |        |                            |                | \$72,054,365.65     | \$0.00              | 86     | \$4,639,323.04       | 68.48%        | \$4,641,283.38 | Regency Savings Bank 09/15/04 - 1.30% (Trans #43936)                     |
| 09/15/04 |                |                 |        |                            |                | \$72,054,365.65     |                     | 96     | \$44,118.75          | 68.48%        | \$4,685,402.13 | Coupon - FHLMC Note 3/15/07 - 2.15 (Trans 13332)                         |
| 09/15/04 |                |                 |        | <del>\$4,000,000.00</del>  | \$1,899,196.56 | \$73,953,562.21     |                     |        |                      | 70.28%        | \$2,786,205.57 | Expenses Wired   |
| 09/15/04 |                |                 |        |                            |                | \$73,953,562.21     |                     |        |                      | 70.28%        | (\$0.00)       | Associated Bank CD 01/14/05 - 1.77% (Trans #55939)                       |
| 09/20/04 | \$2,786,205.57 |                 | 102    |                            |                | \$73,953,562.21     |                     |        | \$742.02             | 70.28%        | \$742.02       | ISDLAF Interest  |
| 09/30/04 |                |                 |        |                            |                | \$73,953,562.21     |                     |        | \$0.57               | 70.28%        | \$742.59       | MAX Interest   |
| 10/15/04 |                |                 |        |                            |                | \$73,953,562.21     | \$2,268,955.87      | 92     | \$21,461.22          | 70.28%        | \$2,291,159.68 | Covest Bank CD 02/13/04 - 1.25% (Trans #39881)                           |
| 10/15/04 |                |                 |        |                            |                | \$73,953,562.21     | \$1,752,271.43      | 101    | \$3,728.57           | 70.28%        | \$4,047,159.68 | FNMA Discount Note 10/15/04 - 1.494% (Trans #14130)                      |
| 10/15/04 |                |                 |        | <del>\$3,000,000.00</del>  | \$1,157,319.56 | \$75,110,881.77     |                     |        |                      | 71.38%        | \$2,889,840.12 | Expenses Wired   |
| 10/15/04 | \$1,499,255.63 |                 | 103    |                            |                | \$75,110,881.77     |                     |        |                      | 71.38%        | \$1,390,584.49 | FHLMC 02/15/05 - 1.929% (Trans #14560)                                   |
| 10/31/04 |                |                 |        |                            |                | \$75,110,881.77     |                     |        | \$245.02             | 71.38%        | \$1,390,829.51 | ISDLAF Interest  |
| 10/31/04 |                |                 |        |                            |                | \$75,110,881.77     |                     |        | \$682.93             | 71.38%        | \$1,391,512.44 | MAX Interest   |
| 11/15/04 |                |                 |        |                            |                | \$75,110,881.77     | \$4,000,000.00      | 38     | \$31,338.39          | 71.38%        | \$5,422,850.83 | MidAmerica 11/15/04 - 1.58 (Trans 50082)                                 |
| 11/15/04 |                |                 |        |                            |                | \$75,110,881.77     |                     | 100    | \$51,570.56          | 71.38%        | \$5,474,421.39 | FHLB Note 5/15/07 (Trans 13790)  |
| 11/15/04 |                |                 |        | <del>\$3,000,000.00</del>  | \$2,122,181.80 | \$77,233,063.57     |                     |        |                      | 73.40%        | \$3,352,239.59 | Expenses Wired   |
| 11/22/04 | \$1,852,239.59 |                 | 104    |                            |                | \$77,233,063.57     |                     |        |                      | 73.40%        | \$1,500,000.00 | Oak Brook Bank 03/15/04 - 2.25% (Trans #57540)                           |
| 11/22/04 | \$1,500,000.00 |                 | 105    |                            |                | \$77,233,063.57     |                     |        |                      | 73.40%        | (\$0.00)       | Oak Brook Bank 04/15/04 - 2.30% (Trans #57539)                           |
| 11/30/04 |                |                 |        |                            |                | \$77,233,063.57     |                     |        | \$1,352.15           | 73.40%        | \$1,352.15     | ISDLAF Interest  |
| 11/30/04 |                |                 |        |                            |                | \$77,233,063.57     |                     |        | \$908.20             | 73.40%        | \$2,260.35     | MAX Interest   |
| 12/15/04 |                |                 |        |                            |                | \$77,233,063.57     | \$3,374,251.16      | 39     | \$30,217.21          | 73.40%        | \$3,406,728.72 | Harris Roselle 12/15/04 - 1.549 (Trans 5008)                             |
| 12/15/04 |                |                 |        | <del>\$3,000,000.00</del>  | \$744,265.93   | \$77,977,329.50     |                     |        |                      | 74.10%        | \$2,662,462.79 | Expenses Wired   |
| 12/15/04 | \$2,662,437.97 |                 | 106    |                            |                | \$77,977,329.50     |                     |        |                      | 74.10%        | \$24.82        | FNMA 12/09/05 - 2.79% (Trans #15015)                                     |
| 12/31/04 |                |                 |        |                            |                | \$77,977,329.50     |                     |        | \$1.43               | 74.10%        | \$26.25        | ISDLAF Interest  |



PMA Financial Network Inc.

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst: Greg Sotiros

**WM Rainey Harper College Referendum Bonds**

|   |                  |  |                  |
|---|------------------|--|------------------|
| Date of Issue                           | 03/07/01         | Today's Date   | 09/30/12         |
| Original Bond Proceeds                  | \$91,980,527.57  | Arbitrage Allowable Yield                              | 4.703700%        |
| Original Expense Budget                 | \$95,219,599.00  | Portfolio Return for Arbitrage Purposes                | 3.472031%        |
| Current Projected Expenses              | \$105,227,152.56 | Anticipated Arbitrage Rebate                           | \$0.00           |
| Original Interest Income:               | \$8,086,568.63   | Above Arb. Line/(Below Arb. Line)                      | (\$6,910,109.36) |
| Total Estimated Interest Income         | \$13,246,624.99  | Weighted Average Life of Future Funded Expenses (Days) | 31               |
| Original Interest Income Net of Rebate: | \$7,735,763.11   |  |                  |
| Current Interest Income Net of Rebate:  | \$13,246,624.99  |  |                  |

| Date     | Bond Proceeds  | Investment Cost | Inv ID | EXPENSES       |                | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance        | Description   |
|----------|----------------|-----------------|--------|----------------|----------------|---------------------|---------------------|--------|----------------------|---------------|----------------|---|
|          |                |                 |        | Projected      | Actual         |                     |                     |        |                      |               |                |   |
| 01/14/05 |                |                 |        |                |                | \$77,977,329.50     | \$1,779,952.58      | 98     | \$17,409.41          | 74.10%        | \$1,797,388.24 | Oak Brook Bank 1/14/05 (Trans 51803)                        |
| 01/14/05 |                |                 |        |                |                | \$77,977,329.50     | \$2,786,205.57      | 102    | \$15,672.98          | 74.10%        | \$4,599,266.79 | Associated Bank CD 01/14/05 - 1.77% (Trans #55939)          |
| 01/14/05 |                |                 |        | \$2,000,000.00 | \$1,127,672.60 | \$79,105,002.10     |                     |        |                      | 75.18%        | \$3,471,594.19 | Expenses Wired  |
| 01/14/05 | \$1,699,070.46 | 107             |        |                |                | \$79,105,002.10     |                     |        |                      | 75.18%        | \$1,772,523.73 | FNMA Disco. Note 5/13/05 2.52% (Trans #15221)               |
| 01/14/05 | \$1,771,309.95 | 108             |        |                |                | \$79,105,002.10     |                     |        |                      | 75.18%        | \$1,213.78     | FNMA Disco. Note 6/17/05 2.64% (Trans #15222)               |
| 01/31/05 |                |                 |        |                |                | \$79,105,002.10     |                     |        | \$1.26               | 75.18%        | \$1,215.04     | MAX Interest  |
| 02/15/05 |                |                 |        |                |                | \$79,105,002.10     | \$1,000,000.00      | 99     | \$11,961.65          | 75.18%        | \$1,013,176.69 | Oak Brook Bank 2/15/05 (Trans 51802)                        |
| 02/15/05 |                |                 |        |                |                | \$79,105,002.10     | \$1,499,255.63      | 103    | \$9,744.37           | 75.18%        | \$2,522,176.69 | FHLMC 02/15/05 - 1.929% (Trans #14560)                      |
| 02/15/05 |                |                 |        | \$2,000,000.00 | \$241,431.50   | \$79,346,433.60     |                     |        |                      | 75.40%        | \$2,280,745.19 | Expenses Wired  |
| 02/16/05 | \$2,280,745.19 | 109             |        |                |                | \$79,346,433.60     |                     |        |                      | 75.40%        | (\$0.00)       | Liberty Bank FSB 8/15/05 - 2.910% (Trans #60100)            |
| 02/28/05 |                |                 |        |                |                | \$79,346,433.60     |                     |        | \$126.85             | 75.40%        | \$126.65       | ISDLAF Interest   |
| 02/28/05 |                |                 |        |                |                | \$79,346,433.60     |                     |        | \$1.05               | 75.40%        | \$127.70       | MAX Interest  |
| 03/15/05 |                |                 |        |                |                | \$79,346,433.60     |                     |        | \$44,118.75          | 75.40%        | \$44,246.45    | Coupon - FHLMC Note 3/15/07 - 2.15 (Trans 13332)            |
| 03/15/05 |                |                 |        |                |                | \$79,346,433.60     | \$1,852,239.59      | 104    | \$12,902.25          | 75.40%        | \$1,909,388.29 | Oak Brook Bank 03/15/04 - 2.25% (Trans #57540)              |
| 03/15/05 |                |                 |        | \$1,900,000.00 | \$242,224.19   | \$79,588,657.79     |                     |        |                      | 75.64%        | \$1,667,164.10 | Expenses Wired  |
| 03/15/05 | \$1,622,917.65 | 110             |        |                |                | \$79,588,657.79     |                     |        |                      | 75.64%        | \$44,246.45    | Oak Brook Bank 09/15/05 - 3.10% (Trans #60832)              |
| 03/31/05 |                |                 |        |                |                | \$79,588,657.79     |                     |        | \$45.86              | 75.64%        | \$44,292.31    | ISDLAF Interest   |
| 04/15/05 |                |                 |        |                |                | \$79,588,657.79     | \$1,500,000.00      | 105    | \$13,610.97          | 75.64%        | \$1,557,903.28 | Oak Brook Bank 04/15/04 - 2.30% (Trans #57539)              |
| 04/15/05 |                |                 |        | \$1,500,000.00 | \$1,212,403.59 | \$80,801,061.38     |                     |        |                      | 76.79%        | \$345,499.69   | Expenses Wired  |
| 04/30/05 |                |                 |        |                |                | \$80,801,061.38     |                     |        | \$1,153.64           | 76.79%        | \$346,653.33   | ISDLAF Interest   |
| 04/30/05 |                |                 |        |                |                | \$80,801,061.38     |                     |        | \$124.06             | 76.79%        | \$346,777.39   | MAX Interest  |
| 05/13/05 |                |                 |        |                |                | \$80,801,061.38     | \$1,699,070.46      | 107    | \$13,929.54          | 76.79%        | \$2,059,777.39 | FNMA Disco. Note 5/13/05 2.52% (Trans #15221)               |
| 05/15/05 |                |                 |        |                |                | \$80,801,061.38     |                     | 100    | \$52,150.00          | 76.79%        | \$2,111,927.39 | FHLM Note 5/15/07 (Trans 13790)                             |
| 05/15/05 |                |                 |        | \$1,700,000.00 | \$79,874.74    | \$80,880,936.12     |                     |        |                      | 76.88%        | \$2,032,052.65 | Expenses Wired  |
| 05/26/05 | \$2,031,193.15 | 111             |        |                |                | \$80,880,936.12     |                     |        |                      | 76.88%        | \$859.50       | FNMA Disco. Note 7/14/05 2.86% (Trans #16059)               |
| 05/31/05 |                |                 |        |                |                | \$80,880,936.12     |                     |        | \$1,556.28           | 76.88%        | \$2,415.78     | ISDLAF Interest   |
| 05/31/05 |                |                 |        |                |                | \$80,880,936.12     |                     |        | \$634.33             | 76.88%        | \$3,050.11     | MAX Interest  |
| 06/17/05 |                |                 |        |                |                | \$80,880,936.12     | \$1,771,309.95      | 108    | \$19,690.05          | 76.88%        | \$1,794,050.11 | FNMA Disco. Note 6/17/05 2.64% (Trans #15222)               |
| 06/17/05 |                |                 |        | \$1,700,000.00 | \$732,393.28   | \$81,613,329.40     |                     |        |                      | 77.56%        | \$1,061,656.83 | Expenses Wired  |
| 06/30/05 |                |                 |        |                |                | \$81,613,329.40     |                     |        | \$1,071.96           | 77.56%        | \$1,062,728.79 | ISDLAF Interest   |
| 06/30/05 |                |                 |        |                |                | \$81,613,329.40     |                     |        | \$3.42               | 77.56%        | \$1,062,732.21 | MAX Interest  |
| 07/15/05 |                |                 |        |                |                | \$81,613,329.40     | \$2,031,193.15      | 111    | \$7,806.85           | 77.56%        | \$3,101,732.21 | FNMA Disco. Note 7/14/05 2.86% (Trans #16059)               |
| 07/22/05 |                |                 |        | \$0.00         | \$592,899.55   | \$82,206,228.95     |                     |        |                      | 78.12%        | \$2,508,832.66 | Expenses Wired  |
| 07/31/05 |                |                 |        |                |                | \$82,206,228.95     |                     |        | \$2,917.69           | 78.12%        | \$2,511,750.35 | ISDLAF Interest   |
| 07/31/05 |                |                 |        |                |                | \$82,206,228.95     |                     |        | \$2,083.96           | 78.12%        | \$2,513,834.31 | MAX Interest  |
| 08/15/05 |                |                 |        |                |                | \$82,206,228.95     | \$2,280,745.19      | 109    | \$32,730.27          | 78.12%        | \$4,827,309.77 | Liberty Bank FSB 8/15/05 - 2.910% (Trans #60100)            |
| 08/16/05 |                |                 |        | \$0.00         | \$448,821.86   | \$82,655,050.81     |                     |        |                      | 78.55%        | \$4,378,487.91 | Expenses Wired  |
| 08/24/05 | \$2,490,373.38 | 112             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$1,888,114.53 | FHLMC Note 8/3/07 - 4.076% (Trans #16951)                   |
| 08/31/05 |                |                 |        |                |                | \$82,655,050.81     |                     |        | \$1,396.26           | 78.55%        | \$1,889,510.79 | ISDLAF Interest   |
| 08/31/05 |                |                 |        |                |                | \$82,655,050.81     |                     |        | \$6,260.66           | 78.55%        | \$1,895,771.45 | MAX Interest  |
| 09/15/05 |                |                 |        |                |                | \$82,655,050.81     |                     | 96     | \$44,118.75          | 78.55%        | \$1,939,890.20 | Coupon - FHLMC Note 3/15/07 - 2.15 (Trans 13332)            |
| 09/15/05 |                |                 |        |                |                | \$82,655,050.81     | \$1,622,917.65      | 110    | \$25,361.99          | 78.55%        | \$3,588,169.84 | Oak Brook Bank 09/15/05 - 3.10% (Trans #60832)              |
| 09/20/05 | \$100,000.00   | 113             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$3,488,169.84 | Metropolitan National Bank 8/15/06 - 3.97% (Trans #68363)   |
| 09/20/05 | \$100,000.00   | 114             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$3,388,169.84 | Flagstar Bank 8/15/06 - 3.967% (Trans #68364)               |
| 09/20/05 | \$100,000.00   | 115             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$3,288,169.84 | The First, NA/First NB of Damariscot 7/17/06 (Trans #68365) |
| 09/20/05 | \$100,000.00   | 116             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$3,188,169.84 | Imperial Capital Bank 7/17/06 (Trans #68366)                |
| 09/20/05 | \$100,000.00   | 117             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$3,088,169.84 | Park National Bank and Trust 6/15/06 (Trans #68367)         |
| 09/20/05 | \$100,000.00   | 118             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$2,988,169.84 | North Houston Bank 6/15/06 (Trans #68368)                   |
| 09/20/05 | \$100,000.00   | 119             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$2,888,169.84 | Bank USA, FSB 5/15/06 (Trans #68369)                        |
| 09/20/05 | \$100,000.00   | 120             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$2,788,169.84 | Pullman Bank and TC 5/15/06 (Trans #68370)                  |
| 09/20/05 | \$100,000.00   | 121             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$2,688,169.84 | Cosmopolitan Bank & Trust 4/17/06 (Trans #68371)            |
| 09/20/05 | \$100,000.00   | 122             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$2,588,169.84 | Cole Taylor Bank (N) 4/17/06 (Trans #68372)                 |
| 09/20/05 | \$649,471.51   | 123             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$1,938,698.33 | FHLMC Disco. 11/15/05 (Trans #17264)                        |
| 09/20/05 | \$199,345.39   | 124             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$1,739,352.94 | FHLM Disco. 3/15/06 (Trans #17265)                          |
| 09/20/05 | \$199,348.40   | 125             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$1,539,404.54 | FHLMC Disco. 2/15/06 (Trans #17266)                         |
| 09/20/05 | \$199,625.86   | 126             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$1,339,778.68 | FHLM Disco. 1/17/06 (Trans #17267)                          |
| 09/20/05 | \$199,293.20   | 127             |        |                |                | \$82,655,050.81     |                     |        |                      | 78.55%        | \$1,140,485.48 | FHLMC Disco. 12/15/05 (Trans #17268)                        |
| 09/30/05 |                |                 |        |                |                | \$82,655,050.81     |                     |        | \$727.01             | 78.55%        | \$1,141,212.49 | ISDLAF Interest   |
| 09/30/05 |                |                 |        |                |                | \$82,655,050.81     |                     |        | \$4,372.63           | 78.55%        | \$1,145,585.12 | MAX Interest  |
| 10/18/05 |                |                 |        | \$0.00         | \$611,105.30   | \$83,266,156.11     |                     |        |                      | 79.13%        | \$534,479.82   | Expenses Wired  |
| 10/31/05 |                |                 |        |                |                | \$83,266,156.11     |                     |        | \$0.33               | 79.13%        | \$534,480.15   | ISDLAF Interest   |
| 10/31/05 |                |                 |        |                |                | \$83,266,156.11     |                     |        | \$2,379.41           | 79.13%        | \$536,859.56   | MAX Interest  |
| 11/15/05 |                |                 |        |                |                | \$83,266,156.11     |                     | 100    | \$52,150.00          | 79.13%        | \$589,009.56   | FHLM Note 5/15/07 (Trans 13790)                             |
| 11/15/05 |                |                 |        |                |                | \$83,266,156.11     | \$649,471.51        | 123    | \$3,528.49           | 79.13%        | \$1,242,009.56 | FHLMC Disco. 11/15/05 (Trans #17264)                        |
| 11/16/05 |                |                 |        | \$0.00         | \$244,366.01   | \$83,510,522.12     |                     |        |                      | 79.36%        | \$997,643.55   | Expenses Wired  |
| 11/30/05 |                |                 |        |                |                | \$83,510,522.12     |                     |        | \$67.34              | 79.36%        | \$997,710.89   | ISDLAF Interest   |
| 11/30/05 |                |                 |        |                |                | \$83,510,522.12     |                     |        | \$2,319.54           | 79.36%        | \$1,000,030.43 | MAX Interest  |
| 12/09/05 |                |                 |        |                |                | \$83,510,522.12     | \$2,662,437.97      | 106    | \$73,562.03          | 79.36%        | \$3,736,030.43 | FNMA 12/09/05 - 2.79% (Trans #15015)                        |
| 12/15/05 |                |                 |        |                |                | \$83,510,522.12     | \$199,293.20        | 127    | \$1,706.80           | 79.36%        | \$3,937,030.43 | FHLMC Disco. 12/15/05 (Trans #17268)                        |
| 12/15/05 |                |                 |        | \$2,500,000.00 | \$638,192.96   | \$84,148,715.08     |                     |        |                      | 79.97%        | \$3,298,837.47 | Expenses Wired  |



PMA Financial Network Inc.

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst: Greg Sotiros

**WM Rainey Harper College Referendum Bonds**

|   |                  |  |                  |
|---|------------------|--|------------------|
| Date of Issue                           | 03/07/01         | Today's Date   | 09/30/12         |
| Original Bond Proceeds                  | \$91,980,527.57  | Arbitrage Allowable Yield                              | 4.703700%        |
| Original Expense Budget                 | \$95,219,599.00  | Portfolio Return for Arbitrage Purposes                | 3.472031%        |
| Current Projected Expenses              | \$105,227,152.56 | Anticipated Arbitrage Rebate                           | \$0.00           |
| Original Interest Income:               | \$8,086,568.63   | Above Arb. Line/(Below Arb. Line)                      | (\$6,910,109.36) |
| Total Estimated Interest Income         | \$13,246,624.99  | Weighted Average Life of Future Funded Expenses (Days) | 31               |
| Original Interest Income Net of Rebate: | \$7,735,763.11   |  |                  |
| Current Interest Income Net of Rebate:  | \$13,246,624.99  |  |                  |

| Date     | Bond Proceeds  | Investment Cost | Inv ID | EXPENSES     |                  | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance         | Description   |
|----------|----------------|-----------------|--------|--------------|------------------|---------------------|---------------------|--------|----------------------|---------------|-----------------|---|
|          |                |                 |        | Projected    | Actual           |                     |                     |        |                      |               |                 |   |
| 12/31/05 |                |                 |        |              |                  | \$84,148,715.08     |                     |        | \$5,774.72           | 79.97%        | \$3,304,612.19  | ISDLAF Interest   |
| 12/31/05 |                |                 |        |              |                  | \$84,148,715.08     |                     |        | \$3,315.03           | 79.97%        | \$3,307,927.22  | MAX Interest  |
| 01/17/06 | \$1,198,250.20 |                 | 128    |              |                  | \$84,148,715.08     | \$199,625.86        | 126    | \$2,374.14           | 79.97%        | \$2,109,677.02  | FHLM Disco due 3/15/07 Trans#18042                          |
| 01/17/06 |                |                 |        | \$202,000.00 | \$16,392.56      | \$84,165,107.64     |                     |        |                      | 79.97%        | \$2,311,677.02  | FHLB Disco. 1/17/06 (Trans #17267)                          |
| 01/31/06 |                |                 |        |              |                  | \$84,165,107.64     |                     |        | \$3,102.14           | 79.98%        | \$2,295,284.46  | Expenses Wired  |
| 01/31/06 |                |                 |        |              |                  | \$84,165,107.64     |                     |        | \$5,641.71           | 79.98%        | \$2,298,386.60  | ISDLAF Interest   |
| 02/03/06 |                |                 |        |              |                  | \$84,165,107.64     |                     | 112    | \$46,875.00          | 79.98%        | \$2,304,028.31  | MAX Interest  |
| 02/15/06 |                |                 |        |              |                  | \$84,165,107.64     | \$199,948.40        | 125    | \$3,051.60           | 79.98%        | \$2,350,903.31  | Coupon - FHLMC Note 8/3/07 - 4.076% (Trans #16951)          |
| 02/21/06 |                |                 |        | \$203,000.00 | \$265,242.91     | \$84,430,350.55     |                     |        |                      | 80.24%        | \$2,653,903.31  | FHLMC Disco. 2/15/06 (Trans #17266)                         |
| 02/28/06 |                |                 |        |              |                  | \$84,430,350.55     | \$233.85            |        |                      | 80.24%        | \$2,288,660.40  | Expenses Wired  |
| 02/28/06 |                |                 |        |              |                  | \$84,430,350.55     | \$7,424.57          |        |                      | 80.24%        | \$2,288,894.25  | ISDLAF Interest   |
| 03/15/06 |                |                 |        |              |                  | \$84,430,350.55     |                     | 96     | \$44,118.75          | 80.24%        | \$2,296,318.82  | MAX Interest  |
| 03/15/06 |                |                 |        |              |                  | \$84,430,350.55     | \$199,345.39        | 124    | \$3,654.61           | 80.24%        | \$2,340,437.57  | Coupon - FHLMC Note 3/15/07 - 2.15 (Trans 13332)            |
| 03/15/06 |                |                 |        | \$203,000.00 | \$6,375.84       | \$84,436,726.39     |                     |        |                      | 80.24%        | \$2,543,437.57  | FHLB Disco. 3/15/06 (Trans #17265)                          |
| 03/15/06 |                |                 |        |              |                  | \$84,436,726.39     |                     |        | \$28,640.63          | 80.24%        | \$2,537,061.73  | Expenses Wired  |
| 03/16/06 | \$200,000.00   |                 | 129    |              |                  | \$84,436,726.39     |                     |        |                      | 80.24%        | \$2,565,702.36  | Coupon - FHLM Note 3/15/07 Trans#18042                      |
| 03/16/06 |                |                 |        |              |                  | \$84,436,726.39     |                     |        |                      | 80.24%        | \$2,365,702.36  | Two CD's Trans#72399,72400. Due 9/15/06                     |
| 03/31/06 |                |                 |        |              |                  | \$84,436,726.39     |                     |        | \$161.04             | 80.24%        | \$2,365,863.40  | ISDLAF Interest   |
| 03/31/06 |                |                 |        |              |                  | \$84,436,726.39     |                     |        | \$8,504.07           | 80.24%        | \$2,374,367.47  | MAX Interest  |
| 04/17/06 |                |                 |        |              |                  | \$84,436,726.39     | \$100,000.00        | 121    | \$2,233.15           | 80.24%        | \$2,476,600.62  | Cosmopolitan Bank & Trust 4/17/06 (Trans #68371)            |
| 04/17/06 |                |                 |        |              |                  | \$84,436,726.39     | \$100,000.00        | 122    | \$2,204.52           | 80.24%        | \$2,578,805.14  | Cole Taylor Bank (N) 4/17/06 (Trans #68372)                 |
| 04/17/06 |                |                 |        | \$204,437.62 | \$0.00           | \$84,436,726.39     |                     |        |                      | 80.24%        | \$2,578,805.14  | Expenses Wired  |
| 04/30/06 |                |                 |        |              |                  | \$84,436,726.39     |                     |        | \$593.57             | 80.24%        | \$2,579,398.71  | ISDLAF Interest   |
| 04/30/06 |                |                 |        |              |                  | \$84,436,726.39     |                     |        | \$8,476.57           | 80.24%        | \$2,587,875.28  | MAX Interest  |
| 05/15/06 |                |                 |        |              |                  | \$84,436,726.39     |                     | 100    | \$52,150.00          | 80.24%        | \$2,640,025.28  | FHLB Note 5/15/07 (Trans 13790)                             |
| 05/15/06 |                |                 |        |              |                  | \$84,436,726.39     | \$100,000.00        | 119    | \$2,532.34           | 80.24%        | \$2,742,557.62  | Bank USA, FSB 5/15/06 (Trans #68369)                        |
| 05/15/06 |                |                 |        |              |                  | \$84,436,726.39     | \$100,000.00        | 120    | \$2,532.34           | 80.24%        | \$2,845,089.96  | Pullman Bank and TC 5/15/06 (Trans #68370)                  |
| 05/15/06 |                |                 |        | \$205,064.68 | \$35,511.90      | \$84,472,238.29     |                     |        |                      | 80.28%        | \$2,809,578.06  | Expenses Wired  |
| 05/31/06 |                |                 |        |              |                  | \$84,472,238.29     |                     |        | \$1,456.23           | 80.28%        | \$2,811,034.29  | ISDLAF Interest   |
| 05/31/06 |                |                 |        |              |                  | \$84,472,238.29     |                     |        | \$9,160.16           | 80.28%        | \$2,820,194.45  | MAX Interest  |
| 06/08/06 |                |                 |        |              | (\$274,337.06)   | \$84,197,901.23     |                     |        | \$13,814.88          | 80.02%        | \$3,108,346.39  | Breakdown of interst and principal refunded                 |
| 06/08/06 |                |                 |        |              | (\$2,318,709.63) | \$81,879,191.60     |                     |        | \$10,527.83          | 77.81%        | \$5,437,583.85  | Breakdown of interst and principal refunded                 |
| 06/15/06 |                |                 |        |              |                  | \$81,879,191.60     | \$100,000.00        | 117    | \$2,863.56           | 77.81%        | \$5,540,447.41  | Park National Bank and Trust 6/15/06 (Trans #68367)         |
| 06/15/06 |                |                 |        |              |                  | \$81,879,191.60     | \$100,000.00        | 118    | \$2,863.56           | 77.81%        | \$5,643,310.97  | North Houston Bank 6/15/06 (Trans #68368)                   |
| 06/15/06 |                |                 |        | \$205,727.12 | \$44,786.87      | \$81,923,978.47     |                     |        |                      | 77.85%        | \$5,598,524.10  | Expenses Wired  |
| 06/30/06 |                |                 |        |              |                  | \$81,923,978.47     |                     |        | \$9,796.51           | 77.85%        | \$5,608,320.61  | ISDLAF Interest   |
| 06/30/06 |                |                 |        |              |                  | \$81,923,978.47     |                     |        | \$9,135.11           | 77.85%        | \$5,617,455.72  | MAX Interest  |
| 07/17/06 |                |                 |        |              |                  | \$81,923,978.47     | \$100,000.00        | 115    | \$3,254.80           | 77.85%        | \$5,720,710.52  | The First, NA/First NB of Damariscot 7/17/06 (Trans #68365) |
| 07/17/06 |                |                 |        |              |                  | \$81,923,978.47     | \$100,000.00        | 116    | \$3,213.71           | 77.85%        | \$5,823,924.23  | Imperial Capital Bank 7/17/06 (Trans #68366)                |
| 07/17/06 |                |                 |        | \$206,468.64 | \$132,813.92     | \$82,056,792.39     |                     |        |                      | 77.98%        | \$5,691,110.31  | Expenses Wired  |
| 07/31/06 |                |                 |        |              |                  | \$82,056,792.39     |                     |        | \$13,427.82          | 77.98%        | \$5,704,538.13  | ISDLAF Interest   |
| 07/31/06 |                |                 |        |              |                  | \$82,056,792.39     |                     |        | \$9,791.43           | 77.98%        | \$5,714,329.56  | MAX Interest  |
| 08/03/06 |                |                 |        |              |                  | \$82,056,792.39     |                     | 112    | \$46,875.00          | 77.98%        | \$5,761,204.56  | Coupon - FHLMC Note 8/3/07 - 4.076% (Trans #16951)          |
| 08/15/06 |                |                 |        |              |                  | \$82,056,792.39     | \$100,000.00        | 113    | \$3,578.44           | 77.98%        | \$5,864,783.00  | Metropolitan National Bank 8/15/06 - 3.97% (Trans #68363)   |
| 08/15/06 |                |                 |        |              |                  | \$82,056,792.39     | \$100,000.00        | 114    | \$3,575.74           | 77.98%        | \$5,968,358.74  | Flagstar Bank 8/15/06 - 3.967% (Trans #68364)               |
| 08/15/06 |                |                 |        | \$0.00       | \$500.00         | \$82,057,292.39     |                     |        |                      | 77.98%        | \$5,967,858.74  | Expenses Wired  |
| 08/29/06 |                |                 |        | \$207,154.18 | \$207,154.18     | \$82,264,446.57     |                     |        |                      | 78.18%        | \$5,760,704.56  | Expenses Wired  |
| 08/30/06 | \$2,499,741.61 |                 | 130    |              |                  | \$82,264,446.57     |                     |        |                      | 78.18%        | \$3,260,962.95  | Federal National Mortgage, due 10/13/06, trans#19526        |
| 08/30/06 | \$2,499,065.59 |                 | 131    |              |                  | \$82,264,446.57     |                     |        |                      | 78.18%        | \$761,807.36    | Federal Home Loan, due 11/15/06, trans# 19527               |
| 08/31/06 |                |                 |        |              |                  | \$82,264,446.57     |                     |        | \$13,610.85          | 78.18%        | \$775,508.21    | ISDLAF Interest   |
| 08/31/06 |                |                 |        |              |                  | \$82,264,446.57     |                     |        | \$9,579.95           | 78.18%        | \$785,087.16    | MAX Interest  |
| 09/15/06 |                |                 |        |              |                  | \$82,264,446.57     |                     | 96     | \$44,118.75          | 78.18%        | \$829,205.91    | Coupon - FHLMC Note 3/15/07 - 2.15 (Trans 13332)            |
| 09/15/06 |                |                 |        |              |                  | \$82,264,446.57     | \$200,000.00        | 129    | \$4,868.31           | 78.18%        | \$1,034,074.22  | Two CD's Trans#72399,72400. Due 9/15/06                     |
| 09/15/06 |                |                 |        |              |                  | \$82,264,446.57     |                     |        | \$28,640.63          | 78.18%        | \$1,062,714.85  | Coupon - FHLM Note 3/15/07 Trans#18042                      |
| 09/18/06 |                |                 |        | \$170,101.94 | \$179,101.94     | \$82,443,548.51     |                     |        |                      | 78.35%        | \$883,612.91    | Expenses Wired  |
| 09/30/06 |                |                 |        |              |                  | \$82,443,548.51     |                     |        | \$3,532.30           | 78.35%        | \$887,145.21    | ISDLAF Interest   |
| 10/13/06 |                |                 |        |              |                  | \$82,443,548.51     | \$2,499,741.61      | 130    | \$15,258.39          | 78.35%        | \$3,402,145.21  | Federal National Mortgage, due 10/13/06, trans#19526        |
| 10/23/06 |                |                 |        | \$32,462.74  | \$33,462.74      | \$82,477,011.25     |                     |        |                      | 78.38%        | \$3,368,682.47  | Expenses Wired  |
| 10/31/06 |                |                 |        |              |                  | \$82,477,011.25     |                     |        | \$10,260.96          | 78.38%        | \$3,378,943.43  | ISDLAF Interest   |
| 11/15/06 |                |                 |        |              |                  | \$82,477,011.25     |                     | 100    | \$52,150.00          | 78.38%        | \$3,431,093.43  | FHLB Note 5/15/07 (Trans 13790)                             |
| 11/15/06 |                |                 |        |              |                  | \$82,477,011.25     | \$2,499,065.59      | 131    | \$26,934.41          | 78.38%        | \$5,957,093.43  | Federal Home Loan, due 11/15/06, trans# 19527               |
| 11/15/06 |                |                 |        | \$60,667.69  | \$68,657.69      | \$82,545,668.94     |                     |        |                      | 78.45%        | \$5,888,435.74  | Expenses Wired  |
| 11/30/06 |                |                 |        |              |                  | \$82,545,668.94     |                     |        | \$19,286.38          | 78.45%        | \$5,907,722.12  | ISDLAF Interest   |
| 12/31/06 |                |                 |        |              |                  | \$82,545,668.94     |                     |        | \$24,883.86          | 78.45%        | \$5,932,605.98  | ISDLAF Interest   |
| 01/04/07 |                |                 |        | \$495,731.54 | \$495,731.54     | \$83,041,400.48     |                     |        |                      | 78.92%        | \$5,436,874.44  | Expenses Wired  |
| 01/31/07 |                |                 |        |              |                  | \$83,041,400.48     |                     |        | \$22,856.61          | 78.92%        | \$5,459,731.05  | ISDLAF Interest   |
| 02/03/07 |                |                 |        |              |                  | \$83,041,400.48     |                     | 112    | \$46,875.00          | 78.92%        | \$5,506,606.05  | Coupon - FHLMC Note 8/3/07 - 4.076% (Trans #16951)          |
| 02/28/07 |                |                 |        |              |                  | \$83,041,400.48     |                     |        | \$20,608.00          | 78.92%        | \$5,527,214.05  | ISDLAF Interest   |
| 03/06/07 |                |                 |        |              |                  | \$83,041,400.48     | \$2,000,000.00      | 94     | \$153,078.37         | 78.92%        | \$7,680,292.42  | Wisconsin CD 3/6/07 - 2.5 (Trans 48318)                     |
| 03/06/07 |                |                 |        |              |                  | \$83,041,400.48     | \$4,000,000.00      | 95     | \$306,279.46         | 78.92%        | \$11,986,571.88 | Republic Bank 3/6/07 - 2.55 (trans 48319)                   |



PMA Financial Network Inc.

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst: Greg Sotiros

**WM Rainey Harper College Referendum Bonds**

|   |                  |  |                  |
|---|------------------|--|------------------|
| Date of Issue                           | 03/07/01         | Today's Date   | 09/30/12         |
| Original Bond Proceeds                  | \$91,980,527.57  | Arbitrage Allowable Yield                              | 4.703700%        |
| Original Expense Budget                 | \$95,219,599.00  | Portfolio Return for Arbitrage Purposes                | 3.472031%        |
| Current Projected Expenses              | \$105,227,152.56 | Anticipated Arbitrage Rebate                           | \$0.00           |
| Original Interest Income:               | \$8,086,568.63   | Above Arb. Line/(Below Arb. Line)                      | (\$6,910,109.36) |
| Total Estimated Interest Income         | \$13,246,624.99  | Weighted Average Life of Future Funded Expenses (Days) | 31               |
| Original Interest Income Net of Rebate: | \$7,735,763.11   |  |                  |
| Current Interest Income Net of Rebate:  | \$13,246,624.99  |  |                  |

| Date     | Bond Proceeds  | Investment Cost | Inv ID     | EXPENSES       |              | Cumulative Expenses | Investment Maturity | Mat ID     | Coupons and Interest | Percent Spent | Balance         | Description                                       |
|----------|----------------|-----------------|------------|----------------|--------------|---------------------|---------------------|------------|----------------------|---------------|-----------------|---|
|          |                |                 |            | Projected      | Actual       |                     |                     |            |                      |               |                 |   |
| 03/15/07 |                |                 |            |                |              | \$83,041,400.48     | \$1,810,000.00      | 96         | \$44,118.75          | 78.92%        | \$13,840,690.63 | FHLMC Note 3/15/07 - 2.15 (Trans 13332)           |
| 03/15/07 |                |                 |            |                |              | \$83,041,400.48     | \$1,175,000.00      | 128        | \$0.00               | 78.92%        | \$15,015,690.63 | FHLM Disco due 3/15/07 Trans#18042                |
| 03/15/07 |                |                 |            | \$8,000,000.00 | \$475,085.18 | \$83,516,485.66     |                     |            |                      | 79.37%        | \$14,540,605.45 | Expenses Wired                                    |
| 03/15/07 |                |                 |            |                |              | \$83,516,485.66     |                     |            | \$28,640.63          | 79.37%        | \$14,569,246.08 | Coupon - FHLM Note 3/15/07 Trans#18042            |
| 03/31/07 |                |                 |            |                |              | \$83,516,485.66     |                     |            | \$51,559.60          | 79.37%        | \$14,620,805.68 | ISDLAF Interest                                   |
| 04/30/07 |                |                 |            | \$288,469.82   | \$288,469.82 | \$83,804,955.48     |                     |            |                      | 79.64%        | \$14,332,335.86 | Expenses Wired                                    |
| 04/30/07 |                |                 |            |                |              | \$83,804,955.48     |                     |            | \$58,965.52          | 79.64%        | \$14,391,301.38 | ISDLAF Interest                                   |
| 05/04/07 |                |                 |            |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$14,603,306.23 | Return Expenses                                   |
| 05/15/07 |                |                 |            | \$3,000,000.00 | \$0.00       | \$83,592,950.63     | \$2,980,000.00      | 100        | \$52,150.00          | 79.44%        | \$17,635,456.23 | FHLM Note 5/15/07 (Trans 13790)                   |
| 05/15/07 |                |                 |            |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$17,635,456.23 | Expenses Wired                                    |
| 05/31/07 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$68,003.86          | 79.44%        | \$17,703,460.09 | ISDLAF Interest                                   |
| 06/30/07 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$71,848.50          | 79.44%        | \$17,775,308.59 | ISDLAF Interest                                   |
| 07/31/07 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$74,457.85          | 79.44%        | \$17,849,766.44 | ISDLAF Interest                                   |
| 08/03/07 |                |                 |            |                |              | \$83,592,950.63     | \$2,500,000.00      | 112        | \$46,875.00          | 79.44%        | \$20,396,641.44 | FHLMC Note 8/3/07 - 4.076% (Trans #16951)         |
| 08/31/07 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$85,904.19          | 79.44%        | \$20,482,545.63 | ISDLAF Interest                                   |
| 09/30/07 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$85,816.58          | 79.44%        | \$20,568,362.21 | ISDLAF Interest                                   |
| 10/31/07 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$85,655.51          | 79.44%        | \$20,654,017.72 | ISDLAF Interest                                   |
| 11/30/07 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$78,195.71          | 79.44%        | \$20,732,213.43 | ISDLAF Interest                                   |
| 12/31/07 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$80,380.70          | 79.44%        | \$20,812,594.13 | ISDLAF Interest                                   |
| 01/31/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$76,240.23          | 79.44%        | \$20,888,834.36 | ISDLAF Interest                                   |
| 02/29/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$58,439.42          | 79.44%        | \$20,947,273.78 | ISDLAF Interest                                   |
| 03/31/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$52,336.69          | 79.44%        | \$20,999,610.47 | ISDLAF Interest                                   |
| 04/30/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$46,133.72          | 79.44%        | \$21,045,744.19 | ISDLAF Interest                                   |
| 05/31/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$43,499.45          | 79.44%        | \$21,089,243.64 | ISDLAF Interest                                   |
| 06/30/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$40,473.88          | 79.44%        | \$21,129,717.52 | ISDLAF Interest                                   |
| 07/31/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$41,905.16          | 79.44%        | \$21,171,622.68 | ISDLAF Interest                                   |
| 08/26/08 | \$5,000,000.00 |                 | 114873     |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$16,171,622.68 | American National Bank CD                         |
| 08/26/08 | \$5,000,000.00 |                 | 114874     |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$11,171,622.68 | Harris Bank - Palatine CD                         |
| 08/26/08 | \$2,500,000.00 |                 | 114875     |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$8,671,622.68  | Home State Bank CD                                |
| 08/26/08 | \$2,500,000.00 |                 | 114876     |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$6,171,622.68  | East Carolina Bank CD                             |
| 08/26/08 | \$5,000,000.00 |                 | 114877     |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$1,171,622.68  | Harris Bank - Palatine CD                         |
| 08/31/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$34,566.74          | 79.44%        | \$1,206,189.42  | ISDLAF Interest                                   |
| 09/30/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$2,533.13           | 79.44%        | \$1,208,722.55  | ISDLAF Interest                                   |
| 10/31/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$2,321.54           | 79.44%        | \$1,211,044.09  | ISDLAF Interest                                   |
| 11/30/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$1,439.24           | 79.44%        | \$1,212,483.33  | ISDLAF Interest                                   |
| 12/31/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$669.45             | 79.44%        | \$1,213,152.78  | ISDLAF Interest                                   |
| 12/31/08 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$4.05               | 79.44%        | \$1,213,156.83  | Federated Interest                                |
| 01/15/09 |                |                 |            |                |              | \$83,592,950.63     | \$5,000,000.00      | 114877     | \$55,308.32          | 79.44%        | \$6,268,465.15  | Harris Bank - Palatine CD                         |
| 01/15/09 |                |                 |            | \$5,000,000.00 | \$0.00       | \$83,592,950.63     |                     |            |                      | 79.44%        | \$6,268,465.15  | Expenses  |
| 01/31/09 | \$6,000,000.00 |                 | 126935     |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$268,465.15    | Harris Bank - Palatine CD                         |
| 01/31/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$2.63               | 79.44%        | \$268,467.78    | Federated Interest                                |
| 01/31/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$0.28               | 79.44%        | \$268,468.06    | ISDLAF Interest                                   |
| 02/13/09 |                |                 |            |                |              | \$83,592,950.63     | \$2,500,000.00      | 114875     | \$37,599.13          | 79.44%        | \$2,806,067.19  | Home State Bank CD                                |
| 02/13/09 |                |                 |            |                |              | \$83,592,950.63     | \$2,500,000.00      | 114876     | \$37,596.59          | 79.44%        | \$5,343,663.78  | East Carolina Bank CD                             |
| 02/14/09 |                |                 |            | \$5,000,000.00 |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$5,343,663.78  | Expenses  |
| 02/28/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$14.78              | 79.44%        | \$5,343,678.56  | Federated Interest                                |
| 03/15/09 |                |                 |            |                |              | \$83,592,950.63     | \$5,000,000.00      | 114874     | \$92,409.04          | 79.44%        | \$10,436,087.60 | Harris Bank - Palatine CD                         |
| 03/17/09 |                |                 |            | \$5,000,000.00 |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$10,436,087.60 | Expenses  |
| 03/18/09 | \$5,092,409.32 |                 | 130523     |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$5,343,678.28  | Charter One Bank                                  |
| 03/31/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$172.11             | 79.44%        | \$5,343,850.39  | ISDLAF Interest                                   |
| 04/15/09 |                |                 |            |                |              | \$83,592,950.63     | \$5,000,000.00      | 114873     | \$107,419.18         | 79.44%        | \$10,451,269.57 | American National Bank CD                         |
| 04/16/09 |                |                 |            | \$5,000,000.00 |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$10,451,269.57 | Expenses  |
| 04/30/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$153.84             | 79.44%        | \$10,451,423.41 | ISDLAF Interest                                   |
| 04/30/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$0.00               | 79.44%        | \$10,451,423.41 | Federated Interest                                |
| 05/05/09 | \$5,000,000.00 |                 | 132714     |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$5,451,423.41  | Charter One Bank CD due 9/15/09                   |
| 05/05/09 | \$5,000,000.00 |                 | 132715-718 |                |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$451,423.41    | Charter One Bank plus three FDIC CD's due 8/17/09 |
| 05/15/09 |                |                 |            |                |              | \$83,592,950.63     | \$6,000,000.00      | 126935     | \$29,585.02          | 79.44%        | \$6,481,008.43  | Harris Bank - Palatine CD                         |
| 05/31/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$723.79             | 79.44%        | \$6,481,732.22  | ISDLAF Interest                                   |
| 06/15/09 |                |                 |            | \$5,000,000.00 | \$0.00       | \$83,592,950.63     |                     |            |                      | 79.44%        | \$6,481,732.22  | Expenses  |
| 06/18/09 |                |                 |            |                |              | \$83,592,950.63     | \$5,092,409.32      | 130523     | \$8,984.97           | 79.44%        | \$11,583,126.51 | Charter One Bank                                  |
| 06/30/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$0.00               | 79.44%        | \$11,583,126.51 | Federated Interest                                |
| 06/30/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$20.74              | 79.44%        | \$11,583,147.25 | ISDLAF Interest                                   |
| 07/15/09 |                |                 |            | \$5,000,000.00 | \$0.00       | \$83,592,950.63     |                     |            |                      | 79.44%        | \$11,583,147.25 | Expenses  |
| 07/31/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$0.00               | 79.44%        | \$11,583,147.25 | Federated Interest                                |
| 08/15/09 |                |                 |            | \$1,500,000.00 |              | \$83,592,950.63     |                     |            |                      | 79.44%        | \$11,583,147.25 | Expenses  |
| 08/17/09 |                |                 |            |                |              | \$83,592,950.63     | \$5,000,000.00      | 132715-718 | \$5,274.67           | 79.44%        | \$16,588,421.92 | Charter One Bank plus three FDIC CD's due 8/17/09 |
| 08/31/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$0.00               | 79.44%        | \$16,588,421.92 | Federated Interest                                |
| 09/15/09 |                |                 |            |                |              | \$83,592,950.63     | \$5,000,000.00      | 132714     | \$11,660.28          | 79.44%        | \$21,600,082.20 | Charter One Bank CD due 9/15/09                   |
| 09/30/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$39.56              | 79.44%        | \$21,600,121.76 |   |
| 09/30/09 |                |                 |            |                |              | \$83,592,950.63     |                     |            | \$43.85              | 79.44%        | \$21,600,165.61 | Federated Interest                                |



PMA Financial Network Inc.

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst: Greg Sotiros

**WM Rainey Harper College Referendum Bonds**

|   |                  |  |                  |
|---|------------------|--|------------------|
| Date of Issue                           | 03/07/01         | Today's Date   | 09/30/12         |
| Original Bond Proceeds                  | \$91,980,527.57  | Arbitrage Allowable Yield                              | 4.703700%        |
| Original Expense Budget                 | \$95,219,599.00  | Portfolio Return for Arbitrage Purposes                | 3.472031%        |
| Current Projected Expenses              | \$105,227,152.56 | Anticipated Arbitrage Rebate                           | \$0.00           |
| Original Interest Income:               | \$8,086,568.63   | Above Arb. Line/(Below Arb. Line)                      | (\$6,910,109.36) |
| Total Estimated Interest Income         | \$13,246,624.99  | Weighted Average Life of Future Funded Expenses (Days) | 31               |
| Original Interest Income Net of Rebate: | \$7,735,763.11   |  |                  |
| Current Interest Income Net of Rebate:  | \$13,246,624.99  |  |                  |

| Date     | Bond Proceeds | Investment Cost | Inv ID     | EXPENSES       |                | Cumulative Expenses | Investment Maturity | Mat ID      | Coupons and Interest | Percent Spent | Balance         | Description                |
|----------|---------------|-----------------|------------|----------------|----------------|---------------------|---------------------|-------------|----------------------|---------------|-----------------|----------------------------|
|          |               |                 |            | Projected      | Actual         |                     |                     |             |                      |               |                 |                            |
| 10/02/09 |               | \$350,000.00    | 142671-672 |                |                | \$83,592,950.63     |                     |             |                      | 79.44%        | \$21,250,165.61 | Two FDIC CD's due 12/31/09 |
| 10/27/09 |               | \$2,406,100.00  | 143544-554 |                |                | \$83,592,950.63     |                     |             |                      | 79.44%        | \$18,844,065.61 | 11 FDIC CD's due 5/3/10    |
| 10/31/09 |               |                 |            |                |                | \$83,592,950.63     |                     | \$180.94    |                      | 79.44%        | \$18,844,246.53 | Federated Interest         |
| 11/20/09 |               |                 |            | \$2,600,000.00 | \$3,576,796.12 | \$87,169,746.75     |                     |             |                      | 82.84%        | \$15,267,450.43 | Expenses                   |
| 11/30/09 |               |                 |            |                |                | \$87,169,746.75     |                     | \$184.40    |                      | 82.84%        | \$15,267,634.83 | Federated Interest         |
| 12/23/09 |               |                 |            | \$2,600,000.00 | \$1,797,365.07 | \$88,967,111.82     |                     |             |                      | 84.55%        | \$13,470,269.76 | Expense                    |
| 12/31/09 |               |                 |            |                |                | \$88,967,111.82     |                     | \$2.50      |                      | 84.55%        | \$13,470,272.26 | ISDLAF Interest            |
| 12/31/09 |               |                 |            |                |                | \$88,967,111.82     |                     | \$158.31    |                      | 84.55%        | \$13,470,430.57 | Federated Interest         |
| 12/31/09 |               |                 |            |                |                | \$88,967,111.82     | \$350,000.00        | \$235.85    |                      | 84.55%        | \$13,820,666.42 | Two FDIC CD's due 12/31/09 |
| 01/28/10 |               |                 |            | \$2,600,000.00 | \$507,224.85   | \$89,474,336.67     |                     |             |                      | 85.03%        | \$13,313,441.57 | Expense                    |
| 01/31/10 |               |                 |            |                |                | \$89,474,336.67     |                     | \$113.83    |                      | 85.03%        | \$13,313,555.40 | Federated Interest         |
| 01/31/10 |               |                 |            |                |                | \$89,474,336.67     |                     | \$68.50     |                      | 85.03%        | \$13,313,623.90 | ISDLAF Interest            |
| 02/01/10 |               |                 |            | \$2,600,000.00 | \$0.00         | \$89,474,336.67     |                     |             |                      | 85.03%        | \$13,313,623.90 | Expenses                   |
| 02/28/10 |               |                 |            |                |                | \$89,474,336.67     |                     | \$99.40     |                      | 85.03%        | \$13,313,723.30 | Federated Interest         |
| 02/28/10 |               |                 |            |                |                | \$89,474,336.67     |                     | \$58.20     |                      | 85.03%        | \$13,313,781.50 | ISDLAF Interest            |
| 03/22/10 |               |                 |            | \$2,600,000.00 | \$572,043.57   | \$90,046,380.24     |                     |             |                      | 85.57%        | \$12,741,737.93 | Expenses                   |
| 03/31/10 |               |                 |            |                |                | \$90,046,380.24     |                     | \$108.55    |                      | 85.57%        | \$12,741,846.48 | Federated Interest         |
| 03/31/10 |               |                 |            |                |                | \$90,046,380.24     |                     | \$53.81     |                      | 85.57%        | \$12,741,900.29 | ISDLAF Interest            |
| 04/01/10 |               |                 |            | \$2,600,000.00 | \$0.00         | \$90,046,380.24     |                     |             |                      | 85.57%        | \$12,741,900.29 | Expenses                   |
| 04/09/10 |               | \$1,000,592.06  | 23388      |                |                | \$90,046,380.24     |                     |             |                      | 85.57%        | \$11,741,308.23 | FNMA due 9/15/10           |
| 04/09/10 |               | \$1,000,409.66  | 23389      |                |                | \$90,046,380.24     |                     |             |                      | 85.57%        | \$10,740,898.57 | FHLMC due 10/15/10         |
| 04/09/10 |               | \$999,731.53    | 23390      |                |                | \$90,046,380.24     |                     |             |                      | 85.57%        | \$9,741,167.04  | FHLMC due 12/15/10         |
| 04/09/10 |               | \$1,000,006.43  | 23391      |                |                | \$90,046,380.24     |                     |             |                      | 85.57%        | \$8,741,160.61  | FHLMC due 11/15/10         |
| 04/30/10 |               |                 |            |                |                | \$90,046,380.24     |                     | \$77.80     |                      | 85.57%        | \$8,741,238.41  | Federated Interest         |
| 04/30/10 |               |                 |            |                |                | \$90,046,380.24     |                     | \$41.22     |                      | 85.57%        | \$8,741,279.63  | ISDLAF Interest            |
| 05/01/10 |               |                 |            | \$2,600,000.00 |                | \$90,046,380.24     |                     |             |                      | 85.57%        | \$8,741,279.63  | Expenses                   |
| 05/03/10 |               |                 |            |                |                | \$90,046,380.24     | \$1,906,100.00      | \$3,585.08  |                      | 85.57%        | \$10,650,964.71 | Fight FDIC CD's due 5/3/10 |
| 05/31/10 |               |                 |            |                |                | \$90,046,380.24     |                     | \$71.30     |                      | 85.57%        | \$10,651,036.01 | Federated Interest         |
| 05/31/10 |               |                 |            |                |                | \$90,046,380.24     |                     | \$70.60     |                      | 85.57%        | \$10,651,106.61 | ISDLAF Interest            |
| 06/01/10 |               | \$498,700.00    | 150589-590 |                |                | \$90,046,380.24     |                     |             |                      | 85.57%        | \$10,152,406.61 | Two FDIC CD's due 1/14/11  |
| 06/01/10 |               |                 |            |                |                | \$90,046,380.24     | \$500,000.00        | \$1,211.83  |                      | 85.57%        | \$10,653,618.44 | Three FDIC CD's due 6/1/10 |
| 06/08/10 |               | \$1,500,000.00  | 151179     |                |                | \$90,046,380.24     |                     |             |                      | 85.57%        | \$9,153,618.44  | Harris Bank CD due 5/19/11 |
| 06/08/10 |               | \$1,499,294.27  | 23445      |                |                | \$90,046,380.24     |                     |             |                      | 85.57%        | \$7,654,324.17  | FHLMC due 4/21/11          |
| 06/15/10 |               |                 |            | \$2,400,000.00 | \$978,213.47   | \$91,024,593.71     |                     |             |                      | 86.50%        | \$6,676,110.70  | Expenses                   |
| 06/30/10 |               |                 |            |                |                | \$91,024,593.71     |                     | \$307.55    |                      | 86.50%        | \$6,676,418.25  | ISDLAF Interest            |
| 06/30/10 |               |                 |            |                |                | \$91,024,593.71     |                     | \$45.82     |                      | 86.50%        | \$6,676,464.07  | Federated Interest         |
| 07/31/10 |               |                 |            |                |                | \$91,024,593.71     |                     | \$37.51     |                      | 86.50%        | \$6,676,501.58  | Federated Interest         |
| 07/31/10 |               |                 |            |                |                | \$91,024,593.71     |                     | \$196.74    |                      | 86.50%        | \$6,676,698.32  | ISDLAF Interest            |
| 08/31/10 |               |                 |            |                |                | \$91,024,593.71     |                     | \$38.67     |                      | 86.50%        | \$6,676,736.99  | Federated Interest         |
| 08/31/10 |               |                 |            |                |                | \$91,024,593.71     |                     | \$205.36    |                      | 86.50%        | \$6,676,942.35  | ISDLAF Interest            |
| 09/15/10 |               |                 |            |                |                | \$91,024,593.71     | \$1,000,592.06      | \$407.94    |                      | 86.50%        | \$7,677,942.35  | FNMA due 9/15/10           |
| 09/21/10 |               |                 |            | \$1,734,000.00 | \$1,734,009.06 | \$92,758,602.77     |                     |             |                      | 88.15%        | \$5,943,933.29  | Expenses                   |
| 09/30/10 |               |                 |            |                |                | \$92,758,602.77     |                     | \$37.08     |                      | 88.15%        | \$5,943,970.37  | Federated Interest         |
| 09/30/10 |               |                 |            |                |                | \$92,758,602.77     |                     | \$155.86    |                      | 88.15%        | \$5,944,126.23  | ISDLAF Interest            |
| 10/15/10 |               |                 |            |                |                | \$92,758,602.77     | \$1,000,409.66      | \$590.34    |                      | 88.15%        | \$6,945,126.23  | FHLMC due 10/15/10         |
| 10/19/10 |               | \$100,000.00    | 157493     |                |                | \$92,758,602.77     |                     |             |                      | 88.15%        | \$6,845,126.23  | FDIC CD due 5/19/11        |
| 10/19/10 |               | \$249,100.00    | 157494     |                |                | \$92,758,602.77     |                     |             |                      | 88.15%        | \$6,596,026.23  | FDIC CD due 5/19/11        |
| 10/19/10 |               | \$249,400.00    | 157495     |                |                | \$92,758,602.77     |                     |             |                      | 88.15%        | \$6,346,626.23  | FDIC CD due 5/19/11        |
| 10/31/10 |               |                 |            |                |                | \$92,758,602.77     |                     | \$30.12     |                      | 88.15%        | \$6,346,656.35  | Federated Interest         |
| 10/31/10 |               |                 |            |                |                | \$92,758,602.77     |                     | \$166.01    |                      | 88.15%        | \$6,346,822.36  | ISDLAF Interest            |
| 11/15/10 |               |                 |            |                |                | \$92,758,602.77     | \$1,000,006.43      | \$993.57    |                      | 88.15%        | \$7,347,822.36  | FHLMC due 11/15/10         |
| 11/22/10 |               |                 |            | \$4,539,103.53 | \$4,539,103.53 | \$97,297,706.30     |                     |             |                      | 92.48%        | \$2,808,718.83  | Expenses                   |
| 11/30/10 |               |                 |            |                |                | \$97,297,706.30     |                     | \$23.05     |                      | 92.48%        | \$2,808,741.88  | Federated Interest         |
| 11/30/10 |               |                 |            |                |                | \$97,297,706.30     |                     | \$138.01    |                      | 92.48%        | \$2,808,879.89  | ISDLAF Interest            |
| 12/15/10 |               |                 |            |                |                | \$97,297,706.30     | \$999,731.53        | \$1,268.47  |                      | 92.48%        | \$3,809,879.89  | FHLMC due 12/15/10         |
| 12/31/10 |               |                 |            |                |                | \$97,297,706.30     |                     | \$7.19      |                      | 92.48%        | \$3,809,887.08  | Federated                  |
| 12/31/10 |               |                 |            |                |                | \$97,297,706.30     |                     | \$108.18    |                      | 92.48%        | \$3,809,995.26  | ISDLAF Interest            |
| 01/14/11 |               |                 |            |                |                | \$97,297,706.30     | \$498,700.00        | \$1,149.87  |                      | 92.48%        | \$4,309,845.13  | Two FDIC CD's due 1/14/11  |
| 01/28/11 |               |                 |            | \$600,000.00   | \$530,868.72   | \$97,828,575.02     |                     |             |                      | 92.97%        | \$3,778,976.41  | Expenses                   |
| 01/31/11 |               |                 |            |                |                | \$97,828,575.02     |                     | \$10.77     |                      | 92.97%        | \$3,778,987.18  | Federated                  |
| 01/31/11 |               |                 |            |                |                | \$97,828,575.02     |                     | \$147.47    |                      | 92.97%        | \$3,779,134.65  | ISDLAF Interest            |
| 02/22/11 |               |                 |            |                |                | \$97,828,575.02     |                     | \$5.88      |                      | 92.97%        | \$3,779,140.53  | Federated Interest         |
| 02/28/11 |               |                 |            |                |                | \$97,828,575.02     |                     | \$9.70      |                      | 92.97%        | \$3,779,150.23  | SDA Interest               |
| 02/28/11 |               |                 |            |                |                | \$97,828,575.02     |                     | \$183.38    |                      | 92.97%        | \$3,779,333.61  | ISDLAF Interest            |
| 03/31/11 |               |                 |            |                |                | \$97,828,575.02     |                     | \$42.98     |                      | 92.97%        | \$3,779,376.59  | SDA Interest               |
| 03/31/11 |               |                 |            |                |                | \$97,828,575.02     |                     | \$179.69    |                      | 92.97%        | \$3,779,556.28  | ISDLAF Interest            |
| 04/21/11 |               |                 |            |                |                | \$97,828,575.02     | \$1,499,294.27      | \$3,705.73  |                      | 92.97%        | \$5,282,556.28  | FHLMC due 4/21/11          |
| 04/30/11 |               |                 |            |                |                | \$97,828,575.02     |                     | \$62.18     |                      | 92.97%        | \$5,282,618.46  | SDA Interest               |
| 04/30/11 |               |                 |            |                |                | \$97,828,575.02     |                     | \$102.30    |                      | 92.97%        | \$5,282,720.76  | ISDLAF Interest            |
| 05/19/11 |               |                 |            |                |                | \$97,828,575.02     | \$1,500,000.00      | \$14,175.89 |                      | 92.97%        | \$6,796,896.65  | Harris Bank CD due 5/19/11 |



PMA Financial Network Inc.

**Portfolio & Rebate  
Liability Report**

Last Updated: 09/30/12  
Updated by Analyst: Greg Sotiros

**WM Rainey Harper College Referendum Bonds**

|   |                  |  |                  |
|---|------------------|--|------------------|
| Date of Issue                           | 03/07/01         | Today's Date   | 09/30/12         |
| Original Bond Proceeds                  | \$91,980,527.57  | Arbitrage Allowable Yield                              | 4.703700%        |
| Original Expense Budget                 | \$95,219,599.00  | Portfolio Return for Arbitrage Purposes                | 3.472031%        |
| Current Projected Expenses              | \$105,227,152.56 | Anticipated Arbitrage Rebate                           | \$0.00           |
| Original Interest Income:               | \$8,086,568.63   | Above Arb. Line/(Below Arb. Line)                      | (\$6,910,109.36) |
| Total Estimated Interest Income         | \$13,246,624.99  | Weighted Average Life of Future Funded Expenses (Days) | 31               |
| Original Interest Income Net of Rebate: | \$7,735,763.11   |  |                  |
| Current Interest Income Net of Rebate:  | \$13,246,624.99  |  |                  |

| Date     | Bond Proceeds | Investment Cost | Inv ID | EXPENSES       |                  | Cumulative Expenses | Investment Maturity | Mat ID | Coupons and Interest | Percent Spent | Balance        | Description   |
|----------|---------------|-----------------|--------|----------------|------------------|---------------------|---------------------|--------|----------------------|---------------|----------------|---|
|          |               |                 |        | Projected      | Actual           |                     |                     |        |                      |               |                |   |
| 05/19/11 |               |                 |        |                |                  | \$97,828,575.02     | \$100,000.00        | 157493 | \$130.69             | 92.97%        | \$6,897,027.34 | FDIC CD due 5/19/11   |
| 05/19/11 |               |                 |        |                |                  | \$97,828,575.02     | \$249,100.00        | 157494 | \$361.71             | 92.97%        | \$7,146,489.05 | FDIC CD due 5/19/11   |
| 05/19/11 |               |                 |        |                |                  | \$97,828,575.02     |                     |        | \$289.72             | 92.97%        | \$7,396,178.77 | FDIC CD due 5/19/11   |
| 05/31/11 |               |                 |        |                |                  | \$97,828,575.02     |                     |        | \$106.81             | 92.97%        | \$7,396,285.58 | SDA Interest  |
| 05/31/11 |               |                 |        |                |                  | \$97,828,575.02     |                     |        | \$117.03             | 92.97%        | \$7,396,402.61 | ISDLAF Interest   |
| 06/23/11 |               |                 |        | \$493,828.48   | \$493,828.48     | \$98,322,403.50     |                     |        |                      | 93.44%        | \$6,902,574.13 | Expenses  |
| 06/30/11 |               |                 |        |                |                  | \$98,322,403.50     |                     |        | \$103.36             | 93.44%        | \$6,902,677.49 | SDA Interest  |
| 06/30/11 |               |                 |        |                |                  | \$98,322,403.50     |                     |        | \$126.88             | 93.44%        | \$6,902,804.37 | ISDLAF Interest   |
| 07/31/11 |               |                 |        |                |                  | \$98,322,403.50     |                     |        | \$117.93             | 93.44%        | \$6,902,922.30 | SDA Interest  |
| 07/31/11 |               |                 |        |                |                  | \$98,322,403.50     |                     |        | \$123.13             | 93.44%        | \$6,903,045.43 | ISDLAF Interest   |
| 08/31/11 |               |                 |        |                |                  | \$98,322,403.50     |                     |        | \$105.71             | 93.44%        | \$6,903,151.14 | SDA Interest  |
| 08/31/11 |               |                 |        |                |                  | \$98,322,403.50     |                     |        | \$175.73             | 93.44%        | \$6,903,326.87 | ISDLAF Interest   |
| 09/30/11 |               |                 |        |                |                  | \$98,322,403.50     |                     |        | \$102.04             | 93.44%        | \$6,903,428.91 | ISDLAF Interest   |
| 09/30/11 |               |                 |        |                |                  | \$98,322,403.50     |                     |        | \$89.38              | 93.44%        | \$6,903,518.29 | SDA Interest  |
| 10/06/11 |               |                 |        | \$920,890.00   | \$920,280.71     | \$99,242,684.21     |                     |        |                      | 94.31%        | \$5,983,237.58 | Expenses  |
| 10/31/11 |               |                 |        |                |                  | \$99,242,684.21     |                     |        | \$105.44             | 94.31%        | \$5,983,343.02 | SDA Interest  |
| 10/31/11 |               |                 |        |                |                  | \$99,242,684.21     |                     |        | \$59.27              | 94.31%        | \$5,983,402.29 | ISDLAF Interest   |
| 11/30/11 |               |                 |        |                |                  | \$99,242,684.21     |                     |        | \$102.04             | 94.31%        | \$5,983,504.33 | SDA Interest  |
| 11/30/11 |               |                 |        |                |                  | \$99,242,684.21     |                     |        | \$53.10              | 94.31%        | \$5,983,557.43 | ISDLAF Interest   |
| 12/31/11 |               |                 |        |                |                  | \$99,242,684.21     |                     |        | \$35.15              | 94.31%        | \$5,983,592.58 | SDA Interest  |
| 12/31/11 |               |                 |        |                |                  | \$99,242,684.21     |                     |        | \$54.87              | 94.31%        | \$5,983,647.45 | ISDLAF Interest   |
| 01/31/12 |               |                 |        |                |                  | \$99,242,684.21     |                     |        | \$35.15              | 94.31%        | \$5,983,682.60 | SDA Interest  |
| 01/31/12 |               |                 |        |                |                  | \$99,242,684.21     |                     |        | \$54.87              | 94.31%        | \$5,983,737.47 | ISDLAF Interest   |
| 02/06/12 |               |                 |        | \$606,255.12   | \$606,255.12     | \$99,848,939.33     |                     |        |                      | 94.89%        | \$5,377,482.35 | Expenses  |
| 02/29/12 |               |                 |        |                |                  | \$99,848,939.33     |                     |        | \$32.88              | 94.89%        | \$5,377,515.23 | SDA Interest  |
| 02/29/12 |               |                 |        |                |                  | \$99,848,939.33     |                     |        | \$37.41              | 94.89%        | \$5,377,552.64 | ISDLAF Interest   |
| 03/31/12 |               |                 |        |                |                  | \$99,848,939.33     |                     |        | \$35.15              | 94.89%        | \$5,377,587.79 | SDA Interest  |
| 03/31/12 |               |                 |        |                |                  | \$99,848,939.33     |                     |        | \$36.89              | 94.89%        | \$5,377,624.68 | ISDLAF Interest   |
| 04/30/12 |               |                 |        |                |                  | \$99,848,939.33     |                     |        | \$34.02              | 94.89%        | \$5,377,658.70 | SDA Interest  |
| 04/30/12 |               |                 |        |                |                  | \$99,848,939.33     |                     |        | \$35.70              | 94.89%        | \$5,377,694.40 | ISDLAF Interest   |
| 05/31/12 |               |                 |        |                |                  | \$99,848,939.33     |                     |        | \$35.15              | 94.89%        | \$5,377,729.55 | SDA Interest  |
| 05/31/12 |               |                 |        |                |                  | \$99,848,939.33     |                     |        | \$36.89              | 94.89%        | \$5,377,766.44 | ISDLAF Interest   |
| 06/14/12 |               |                 |        | \$1,182,365.19 | \$1,182,365.19   | \$101,031,304.52    |                     |        |                      | 96.01%        | \$4,195,401.25 | Expenses  |
| 06/30/12 |               |                 |        |                |                  | \$101,031,304.52    |                     |        | \$34.02              | 96.01%        | \$4,195,435.27 | SDA Interest  |
| 06/30/12 |               |                 |        |                |                  | \$101,031,304.52    |                     |        | \$16.32              | 96.01%        | \$4,195,451.59 | ISDLAF Interest   |
| 07/31/12 |               |                 |        |                |                  | \$101,031,304.52    |                     |        | \$1.55               | 96.01%        | \$4,195,453.14 | ISDLAF Interest   |
| 07/31/12 |               |                 |        |                |                  | \$101,031,304.52    |                     |        | \$35.15              | 96.01%        | \$4,195,488.29 | SDA Interest  |
| 08/30/12 |               |                 |        | \$618,420.99   | \$618,420.09     | \$101,649,724.61    |                     |        |                      | 96.60%        | \$3,577,068.20 | Expenses  |
| 08/31/12 |               |                 |        |                |                  | \$101,649,724.61    |                     |        | \$1.45               | 96.60%        | \$3,577,069.65 | ISDLAF Interest   |
| 08/31/12 |               |                 |        |                |                  | \$101,649,724.61    |                     |        | \$34.84              | 96.60%        | \$3,577,104.49 | SDA Interest  |
| 09/04/12 |               |                 |        |                | (\$4,539,103.53) | \$97,110,621.08     |                     |        |                      | 92.29%        | \$8,116,208.02 | Transfer from 2009 Bonds Expenses dated 11/17/2010 for Referendum Bonds |
| 09/04/12 |               |                 |        |                |                  | \$97,110,621.08     |                     |        | \$0.00               | 92.29%        | \$8,116,208.02 |   |
| 09/18/12 |               |                 |        | \$406,314.80   | \$406,314.80     | \$97,516,935.88     |                     |        |                      | 92.67%        | \$7,709,893.22 | Expenses  |
| 09/30/12 |               |                 |        |                |                  | \$97,516,935.88     |                     |        | \$61.53              | 92.67%        | \$7,709,954.75 | SDA Interest  |
| 10/31/12 |               |                 |        | \$7,710,216.68 |                  | \$105,227,152.56    |                     |        | \$261.93             | 100.00%       | \$0.00         | Final Expenses  |

\$91,980,527.57    \$370,173,249.54    \$230,857,850.61    \$97,516,935.88    \$356,926,312.20    \$26,493,562.33

**Total Anticipated Interest Income: \$13,246,624.99**  
**Anticipated Arbitrage Rebate: \$0.00**  
**Total Anticipated Interest Income Net of Arbitrage Rebate: \$13,246,624.99**  
**Total Outstanding Principal and Interest after October 10, '12: \$7,710,216.68**

4639323.04

**Subject:** Board Committee and Liaison Reports

**Description**

Reports from liaison officers are provided as part of the Consent Agenda.

- Foundation Report
- ICCTA Report
- Alumni Report

**Information**

To be provided by committee representative.

**Rationale**

Not applicable to this exhibit.

**Funding Source**

Not applicable to this exhibit.

**Subject:** Grants and Gifts Status Report

**Recommended by:**

Mary Knight  
Harper College/Harper College Educational Foundation

**Description**

Monthly update of grants and gifts.

**Information**

The attachment reports the current status of operational public and private grants to the College, and status of cash donations and in-kind gifts to the Educational Foundation.

**Rationale**

Not applicable to this exhibit.

**Funding Source**

Not applicable to this exhibit.

**HARPER COLLEGE**  
**GRANTS REPORT FY2013 – November 2012**  
**JULY 1, 2012 - JUNE 30, 2013**

*Please note that Corporate & Foundation Grants eligible for tax-deductions are reported through the Harper College Educational Foundation.*

| Granting Agency   | Title  | Department                        | Grant Manager                      | Agency                      | Amount       | Start Date | End Date   | Description  |
|---|--|-----------------------------------|------------------------------------|-----------------------------|--------------|------------|------------|--|
| <b>COMPETITIVE GRANTS</b>                                       |  |                                   |                                    |                             |              |            |            |  |
| U.S. Department of Labor  | Trade Adjustment Assistance Community College and Career Training Grant (TAACCT) | Workforce and Strategic Alliances | Maria Coons                        | Federal                     | \$12,939,459 | 10/1/2012  | 9/30/2016  | Partnership with 20 other IL community colleges to develop Illinois Network for Advanced Manufacturing (INAM) and fulfill workforce and employer needs for high-paying, high-demand jobs.  |
| Fashion Group International of Chicago (a.k.a., FGI Foundation) | Fashion Group International of Chicago Scholarship Fund                          | Fashion Design                    | Cheryl Turnauer/<br>Sally Griffith | Private*<br>Foun-<br>dation | \$25,000     | 11/30/2012 | 11/29/2017 | * Private funding booked with College instead of Foundation because funder wants to write check to College and competitive recipient. Funder does not want tax-deduction because grant is a result of FGI dissolving.<br>Purpose: Annual current use scholarship to be awarded to one or two fashion design students selected on a combination of merit and need.<br>Payment: \$5,000 per year over 5 years through a 529 fund, which may result in a sixth year through accrued interest. |

|   |   |  |                      |               |                                |                   |                 |  |
|---|---|--|----------------------|---------------|--------------------------------|-------------------|-----------------|--|
| ICCB<br>Illinois Community College Board  | FY13 Adult Education & Family Literacy Grant                                | Academic Enrichment & Language Studies | Darice Trout         | Federal/State | \$521,930                      | 7/1/12            | 6/30/13         | Supports Adult Education/ Development Education programs.  |
| U.S. Department of Education  | Title III & Title V Eligibility Designation and five-year Cost-share waiver | Campus-wide                            | J. Marwick           | Federal       | n/a                            | 7/1/2011          | 7/1/2016        | Eligibility Designation Approval for Title III & V programs and <u>five-year</u> non-federal cost-share waiver                                       |
| IL Department of Commerce & Economic Opportunity (DCEO)                         | Small Business Development Center   | Harper College for Businesses          | Maria Coons          | Federal/State | \$90,000                       | 1/1/2012          | 12/31/13        | Funding for Illinois Small Business Development Center.  |
| IL Department of Commerce & Economic Opportunity (DCEO)                         | Small Business Development Center   | Harper College for Businesses          | Maria Coons          | Federal/State | \$90,000                       | 1/1/2011          | 12/31/2012      | Funding for Illinois Small Business Development Center.  |
| Illinois Secretary of State Adult Literacy Grant – Workplace Skills Enhancement | On-site Workforce English as a Second Language (ESL)                        | Harper College for Businesses          | Sarah Michaels       | State         | \$25,700                       | 7/1/2012          | 6/30/2013       | Partnership with Advocate Lutheran General Hospital and C.E. Niehoff & Co. to offer English as a Second Language (ESL) classes on-site to employees. |
| <b>COMPETITIVE GRANTS TOTAL</b>   |   |  |                      |               | <b>\$13,692,089</b>            |                   |                 |  |
|   |   |  |                      |               | <b>AGENCY ALLOCATED GRANTS</b> |                   |                 |  |
| <b>Granting Agency</b>  | <b>Title</b>  | <b>Department</b>                      | <b>Grant Manager</b> | <b>Agency</b> | <b>Amount</b>                  | <b>Start Date</b> | <b>End Date</b> | <b>Description</b>   |
| ICCB<br>Illinois Community College Board  | Perkins   | Career Programs                        | Sally Griffith       | Federal/State | \$413,713                      | 7/1/12            | 6/30/13         | Supports career and technical education.   |
| IDHS<br>Illinois Department of Human Services                                   | Disability Services - Deaf Program  | Access & Disability Services           | Scott Friedman       | State         | \$175,000                      | 7/1/12            | 6/30/13         | Services to Deaf/HH students. Grant split into two funding contracts.  |
| ICCB<br>Illinois Community College Board  | Program Improvement Grant (PIG)-Perkins                                     | Career Programs                        | Sally Griffith       | Federal/State | \$36,854                       | 7/1/12            | 6/30/13         | Funds to support program improvements  |
| ICCB<br>Illinois Community College Board  | Career and Technical Education Innovations Grant                            | Career Programs                        | Sally Griffith       | Federal/State | \$17,348                       | 7/1/12            | 6/30/13         | Funds to support innovations in Career and Technical Education   |
| <b>AGENCY ALLOCATED GRANTS TOTAL</b>  |   |  |                      |               | <b>\$642,915</b>               |                   |                 |  |

| SUBCONTRACTOR / PARTNER in GRANT   |   |                                     |   |         |                     |           |            |  |
|--|---|-------------------------------------|---|---------|---------------------|-----------|------------|--|
| Granting Agency  | Title   | Department                          | Grant Manager                           | Agency  | Amount              | StartDate | EndDate    | Description  |
| NSF<br>National Science Foundation, through<br>Dakota County Technical College           | Midwest Regional Center for<br>Nanotechnology Education (Nano-<br>Link) | Career and<br>Technical<br>Programs | Sally Griffith                          | Federal | \$30,550            | 10/1/2012 | 10/1/2013  | For the development of<br>nanotechnology program<br>and partnership.   |
| Chicago Cook Workforce Partnership<br>(formerly Northern Cook County<br>Workforce Board) | WIA Eligible Program Extension  | Harper<br>College for<br>Businesses | Maria Coons                             | Federal | \$127,992           | 7/1/2012  | 12/31/2012 | To support professional<br>development for WIA job<br>seekers  |
| U.S. Department of Education   | Foreign Language Assistance<br>Program (FLAP)                           | Liberal Arts                        | Sheila Quirk-<br>Bailey/<br>Brian Knetl | Federal | \$16,500            | 9/1/2009  | 8/31/2014  | Partnership between<br>Harper College, township<br>High School District 214,<br>Arlington Heights District<br>#25, Michigan State<br>University Mandarin<br>Chinese Language<br>Program for \$1.3 million. |
| <b>SUBCONTRACTOR/PARTNER IN GRANTS TOTAL</b>   |   |                                     |   |         | <b>\$175,042</b>    |           |            |  |
| <b>FY12-13 Total All Grants:</b>   | <b>as of November, 2012</b>   |                                     |   |         | <b>\$14,510,046</b> |           |            |  |

**Harper College Educational Foundation  
Monthly Progress Report for 9/1/12 to 9/30/12**

| <b>Gift Types by Constituency</b> | <b>Income</b>    |
|-----------------------------------|------------------|
| Individuals                       |                  |
| Annual Giving                     | \$80,224         |
| Planned Giving                    | \$0              |
| In kind Gifts                     | \$0              |
| Business/Corporations             |                  |
| Annual Giving                     | \$24,395         |
| In kind Gifts                     | \$0              |
| Grants/Foundations/Organizations  | \$3,425          |
| <b>Subtotal</b>                   | <b>\$108,044</b> |
| <b>Interest Earnings</b>          | <b>\$70,648</b>  |
| <b>Total Raised</b>               | <b>\$178,692</b> |

| <b>Gift Types by Appeal</b>                 | <b>Income</b>    |
|---|------------------|
| Pacesetters                                 | \$2,999          |
| Events:                                     |                  |
| President's Ball                            | \$70,310         |
| 100 Influential Women                       | \$27,330         |
| Golf 2013                                   | \$0              |
| Scholarships                                | \$6,056          |
| Unsolicited                                 | \$275            |
| Tribute/Memorial                            | \$1,075          |
| Direct Mail                                 | \$0              |
| Employee Campaign (Resource for Excellence) | \$0              |
| Matching Gifts and Grants                   | \$0              |
| Affinity/Alumni                             | \$0              |
| In kind Gifts                               | \$0              |
| Planned Giving                              | \$0              |
| <b>Subtotal</b>                             | <b>\$108,044</b> |
| <b>Interest Earnings</b>                    | <b>\$70,648</b>  |
| <b>Total Raised</b>                         | <b>\$178,692</b> |

**Harper College Educational Foundation  
FY13 Year to Date Progress Report as of September 30, 2012**

| <b>Gift Types by Constituency</b> | <b>Income</b>    |
|-----------------------------------|------------------|
| Individuals                       |                  |
| Annual Giving                     | \$120,148        |
| Planned Giving                    | \$0              |
| In kind Gifts                     | \$146            |
| Business/Corporations             |                  |
| Annual Giving                     | \$254,510        |
| In kind Gifts                     | \$1,000          |
| Grants/Foundations/Organizations  | \$26,675         |
| <b>Subtotal</b>                   | <b>\$402,479</b> |
| <b>Interest Earnings</b>          | <b>\$190,757</b> |
| <b>Total Raised</b>               | <b>\$593,236</b> |

| <b>Gift Types by Appeal</b>                 | <b>Income</b>    |
|---|------------------|
| Pacesetters                                 | \$16,499         |
| Events:                                     |                  |
| President's Ball                            | \$332,371        |
| 100 Influential Women                       | \$36,480         |
| Golf 2013                                   |                  |
| Scholarships                                | \$6,056          |
| Unsolicited                                 | \$1,287          |
| Tribute/Memorial                            | \$1,625          |
| Direct Mail                                 | \$0              |
| Employee Campaign (Resource for Excellence) | \$1              |
| Matching Gifts/Grants                       | \$7,000          |
| Affinity/Alumni                             | \$160            |
| In kind Gifts                               | \$1,000          |
| Planned Giving                              | \$0              |
| <b>Subtotal</b>                             | <b>\$402,479</b> |
| <b>Interest Earnings</b>                    | <b>\$190,757</b> |
| <b>Total Raised</b>                         | <b>\$593,236</b> |

|                            |     |
|----------------------------|-----|
| Number of donors this year | 232 |
| Number of new donors       | 57  |

**Subject:** Review of the Consortium, Cooperative and State of Illinois Contracts Purchasing Status Report

**Recommended by:**  
Bret Bonnstetter  
Controller

### **Description**

The monthly Consortium, Cooperative and State of Illinois Contract purchasing status report is presented to the Board for review.

The Educational and Institutional Cooperative Service, Inc. (E&I) is a not-for-profit buying cooperative that provides goods and services to its members at the best possible value. E&I is owned by its membership of more than 1,500 tax-exempt colleges, universities, prep schools, hospitals, medical research institutions, and hospital purchasing organizations located throughout the United States.

The Illinois Public Higher Education Consortium (IPHEC) is a consortium formed by state universities in Illinois to purchase goods and services used by all of the universities. As a necessity arises, one of the universities works to poll the needs of the other members of the consortium and then bids for the entire group. On April 13, 2004, the Illinois Board of Higher Education (IBHE) adopted the recommendation of a Best Practices Committee to expand participation in the IPHEC to include community colleges. As a result of this resolution, most of the IPHEC contracts are now available for use by community colleges for purchase of the various goods and services.

The Midwestern Higher Education Compact (MHEC) is an interstate compact of twelve Midwestern states dedicated to advancing Higher Education through interstate cooperation. The member states of MHEC are Illinois, Indiana, Iowa, Kansas, Michigan, Minnesota, Missouri, Nebraska, North Dakota, Ohio, South Dakota, and Wisconsin.

### **Information**

Regular monthly review of Consortium, Cooperative and State of Illinois contract purchases.

### **Rationale**

Not applicable to this exhibit.

### **Funding Source**

Funded through the FY 2013 budget.

Summary of Items Purchased from State Contracts, Consortiums, or Cooperatives

| <b>Source</b> | <b>Vendor</b>              | <b>Purchase Date</b> | <b>Items Purchased</b>                      | <b>Dollar Amount of Purchase</b> |
|---------------|----------------------------|----------------------|---|----------------------------------|
| CMS           | Midland Paper Company Inc. | August-2012          | Paper Products                              | \$10,000.00                      |
| CMS           | Graybar Electric           | August-2012          | Electrical Supplies                         | \$936.42                         |
| E & I         | Claridge Products          | August-2012          | Wall Furnishings                            | \$1,341.46                       |
| E & I         | Grainger                   | August-2012          | Maintenance, Repair and Operations Supplies | \$39,841.79                      |
| E & I         | Heartland Business Systems | August-2012          | Computer Peripheral Equipment               | \$6,390.92                       |
| E & I         | IBM Corp.                  | August-2012          | Computer Peripheral Equipment               | \$1,032.00                       |
| E & I         | Schindler Elevator Corp.   | August-2012          | Elevator Maintenance and Repair             | \$155.43                         |
| E & I         | VWR International Inc.     | August-2012          | Biology & Chemistry Instructional Supplies  | \$510.49                         |
| IPHEC         | CDW-G                      | August-2012          | Computer Peripheral Equipment               | \$27,124.26                      |
| IPHEC         | Fisher Scientific          | August-2012          | Biology & Chemistry Instructional Supplies  | \$5,329.09                       |
| IPHEC         | KI                         | August-2012          | Office Furniture                            | \$22,006.16                      |
| IPHEC         | Office Concepts            | August-2012          | Office Furniture                            | \$3,217.41                       |
| MHEC          | Heartland Business Systems | August-2012          | Computer Peripheral Equipment               | \$178,400.00                     |
| <b>Total</b>  |                            |                      |   | <b>\$296,285.43</b>              |

| <b>Source</b> | <b>Vendor</b>           | <b>Purchase Date</b> | <b>Items Purchased</b>                      | <b>Dollar Amount of Purchase</b> |
|---------------|-------------------------|----------------------|---|----------------------------------|
| E & I         | Claridge Products       | September-2012       | Wall Furnishings                            | \$2,823.56                       |
| E & I         | Grainger                | September-2012       | Maintenance, Repair and Operations Supplies | \$1,919.62                       |
| E & I         | IBM Corp.               | September-2012       | Computer Peripheral Equipment               | \$4,542.00                       |
| E & I         | Jemrick Carpets, Inc.   | September-2012       | Carpet and Labor                            | \$13,729.00                      |
| E & I         | Office Max              | September-2012       | Office Supplies                             | \$20,000.00                      |
| E & I         | Schindler Elevator Corp | September-2012       | Elevator Maintenance and Repair             | \$1,489.46                       |
| E & I         | VWR International Inc.  | September-2012       | Biology & Chemistry Instructional Supplies  | \$829.60                         |
| IPHEC         | CDW-G                   | September-2012       | Computer Peripheral Equipment               | \$32,209.59                      |
| IPHEC         | Fisher Scientific       | September-2012       | Biology & Chemistry Instructional Supplies  | \$3,587.75                       |
| IPHEC         | KI                      | September-2012       | Office Furniture                            | \$224.48                         |
| IPHEC         | Office Concepts         | September-2012       | Office Furniture                            | \$12,844.30                      |
| <b>Total</b>  |                         |                      |   | <b>\$94,199.36</b>               |

**Subject:** Leave of Absence

**Recommended by:**  
Judith Marwick, Provost

**Description**

Angela Mannina, Instructor of Dental Hygiene has been granted a leave of absence without pay or other benefits for the Spring 2013 Semester.

**Information**

Angela Mannina, Instructor of Dental Hygiene has requested, and has been granted, a leave of absence without pay or other benefits for the Spring 2013 Semester in order to attend to urgent personal family business overseas.

**Rationale**

Ms. Mannina is a valuable faculty member for the Dental Hygiene degree program at Harper College. The College will replace her instructional assignment through additional adjunct faculty and full-time faculty assignments. As this is an unpaid leave of absence, there will be no incremental cost increase to the College.

**Funding Source**

Not applicable to this exhibit.

## **XI. New Business**

- A. Resolution for the 2012 Estimated Tax Levies**
- B. Resolution Designating a Person or Persons to Prepare a Tentative Budget for Fiscal year 2014**
- C. Adoption of Debt Certificate Resolution, and Accepting a Proposal and Awarding a Contract to Wells Fargo Bank, N.A. as the Purchaser of the Debt Certificates**
- D. Designation of Election Official for the April 9, 2013 Consolidated Election**

**Subject:** Resolution for the 2012 Estimated Tax Levies

**Recommended by:**  
Bret Bonnstetter, Controller  
Accounting Services

**Description**

A recommendation is being made to adopt the attached resolution providing for the 2012 estimated tax levies.

**Information**

The Illinois Truth in Taxation Act requires that the Board of Trustees determine the estimated amount of taxes necessary to be levied for the year at least twenty (20) days before the official adoption of the tax levies. Since the College's estimated aggregate levy for 2012 does not exceed 105% of such extension or estimated extension for the preceding year, it is not required to publish notice or conduct a public hearing.

**Rationale**

In accordance with the Truth in Taxation Act, a resolution must be adopted showing the 2012 estimated tax levies.

**Funding Source**

Not applicable to this exhibit.

**Ronald N. Ally, Ed.D.**  
**Executive Vice President**  
**Finance and Administrative Services**

847.925.6637  
 847.925.6042 fax  
[rally@harpercollege.edu](mailto:rally@harpercollege.edu)

Date: November 1, 2012  
 To: Dr. Ender  
 From: Ron Ally  
 Re: Tax Levy – Additional Information  
 Cc: Bret Bonnstetter  
 Executive Council

Following is some additional background information relative to our 2012 tax levy:

**2012 Tax Levies and Percentage Increases – Harper and Feeder Districts**

2012 tax levies and percentage increases for Harper and our feeder high schools for all funds are as follows:

|                | <u>Total Dollars Requested</u> | <u>Percentage Increase</u> |
|----------------|--------------------------------|----------------------------|
| Harper College | \$ 71,014,489                  | 2.6%                       |
| District 211   | \$210,153,238                  | 3.4%                       |
| District 214   | Unknown at this time           |                            |
| District 220   | \$110,637,000                  | 5.0%                       |

It should be noted that Harper and the districts listed above will not likely receive the total requested as the tax revenue will be limited by the “tax cap”. The increase for all tax-capped funds (i.e. all funds except bond and interest) will be restricted to the rate of inflation, 3.0% for this levy, plus any new construction and/or other property coming onto the tax rolls.

**Harper Impact on a \$200,000 Home**

|                                    | <u>2011</u> | <u>2012 (1)</u> | <u>Dollar Change</u> | <u>Percentage Change</u> |
|------------------------------------|-------------|-----------------|----------------------|--------------------------|
| Equalized Assessed Valuation (EAV) | \$200,000   | \$184,000       |                      |                          |
| Harper portion of the tax bill     | \$181.74    | \$186.22        | \$4.48               | 2.5%                     |

(1) Assumes an 8% reduction in EAV for 2012.

**Property Tax – Harper Levy Request, Actual Extension, and CPI**

| Levy Year | <u>Tax Levy Request – All Funds</u> |  |                  | <u>Actual Tax Extension – All Funds</u> |                        |                  |      |
|-----------|-------------------------------------|--|------------------|---|------------------------|------------------|------|
|           | Amount Requested                    | Dollar Increase From Prior Year Actual | Percent Increase | Amount Extended                         | Actual Dollar Increase | Percent Increase | CPI  |
| 2008      | \$62,683,792                        |  |                  | \$64,354,890                            |                        |                  |      |
| 2009      | 64,112,301                          | \$(242,589)                            | (0.4%)           | 64,826,811                              | \$471,921              | 0.7%             | 0.1% |
| 2010      | 66,651,246                          | 1,824,435                              | 2.8%             | 67,359,866                              | 2,533,055              | 3.9%             | 2.7% |
| 2011      | 69,503,721                          | 2,143,855                              | 3.2%             | 69,239,249                              | 1,879,383              | 2.8%             | 1.5% |
| 2012 (2)  | 71,014,489                          | 1,775,240                              | 2.6%             | 71,217,889                              | 1,978,640              | 2.9%             | 3.0% |

(2) 2012 Actual extension estimated.

Actual amounts extended can be greater than amounts requested due to the loss and cost factor that is added by the counties.

**Miscellaneous Information  
If No Increase**

If no increase in the tax-capped funds – Revenue reduced an estimated \$1,904,334 in the first year. Since this amount would not be in the base going forward, amounts in each subsequent year would be reduced by this amount, compounded by the changes in CPI.

Half of this reduction, or \$952,167, would have a negative financial impact on the current fiscal year. The remaining \$952,167 from this levy, plus an additional \$952,167 from the levy next year (due to the lower base going forward for the tax cap calculations) would impact FY 2014. This \$1,904,334 would continue to compound going forward.

Due to unknown variables and the timing of the tax calculations by the counties, it would be difficult to know what to levy to maintain exactly a flat extension. Several assumptions would need to be made.

**If Increase Limited to CPI**

If increase in the tax-capped funds limited to CPI – Revenue reduced an estimated \$328,124 in the first year. Since this amount would not be in the base going forward, amounts in each subsequent year would be reduced by this amount, compounded by the changes in CPI.

Half of this reduction, or \$164,062, would have a negative financial impact on the current fiscal year. The remaining \$164,062 from this levy, plus an additional \$164,062 from the levy next year (due to the lower base going forward for the tax cap calculations) would impact FY 2014. This \$328,124 would continue to compound going forward.

Due to the unknown variables and the timing of the tax calculations by the counties, it would be difficult to know what to levy to limit the increase exactly to the CPI. Several assumptions would need to be made.

**RESOLUTION REGARDING ESTIMATED AMOUNTS  
NECESSARY TO BE LEVIED FOR THE YEAR 2012**

**WHEREAS**, the *Truth in Taxation Law* requires that all taxing districts in the State of Illinois determine the estimated amounts of taxes necessary to be levied for the year not less than 20 days prior to the official adoption of the aggregate tax levy of the district; and

**WHEREAS**, if the estimated aggregate amount necessary to be levied, exclusive of election costs and bond and interest costs, exceeds 105% of the aggregate amount of property taxes extended or estimated to be extended, including any amount abated by the taxing district prior to such extension, upon the levy of the preceding year, public notice shall be given and a public hearing shall be held on the district's intent to adopt a tax levy in an amount which is more than 105% of such extension or estimated extension for the preceding year; and

**WHEREAS**, the amount of property taxes extended or estimated to be extended on the aggregate levy of William Rainey Harper Community College District No. 512 for 2011 was \$52,540,342; and

**WHEREAS**, it is hereby determined that the estimated aggregate levy necessary to be levied for the year 2012 upon the taxable property of the College District is \$55,040,000;

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Trustees, William Rainey Harper Community College District No. 512, Counties of Cook, Kane, Lake, and McHenry, State of Illinois, as follows:

**Section 1:** The estimated aggregate levy for the year 2012 is \$55,040,000.

**Section 2:** The estimated aggregate levy for the year 2012 does *not* exceed 105% of the taxes extended, including any amount abated prior to such extension, on the aggregate levy of the College District for the year 2011.

**Section 3:** In light of Section 2 above, the provisions of sections 18-65 through 18-85 of the *Truth in Taxation Law* do not apply to the adoption of the 2012 aggregate levy, and the College District is not required to publish notice of or conduct a hearing thereon.

**Section 4:** This resolution shall be in full force and effect forthwith upon its passage.

**ADOPTED** this 14th day of November, 2012.

BOARD OF TRUSTEES  
WILLIAM RAINEY HARPER  
COMMUNITY COLLEGE DISTRICT NO. 512  
COUNTIES OF COOK, KANE, LAKE,  
AND McHENRY  
STATE OF ILLINOIS

By: \_\_\_\_\_  
Diane Hill, Chair

ATTEST:

\_\_\_\_\_  
Walt Mundt, Secretary

**CERTIFICATE OF COMPLIANCE WITH**  
**THE TRUTH IN TAXATION LAW**

I, the undersigned, do hereby certify that I am Chair of the Board of Trustees of William Rainey Harper Community College District No. 512, Counties of Cook, Kane, Lake, and McHenry, State of Illinois; and

I do further certify that the Board of Trustees of said College District adopted a "Resolution Regarding Estimated Amounts Necessary to be Levied for the Year 2012," at a regularly convened meeting held on the 14th day of November, 2012, said date being at least 20 days preceding the adoption of the aggregate tax levy of the College District; and

I do further certify that the estimated amount of taxes necessary to be levied for the year 2012, and the aggregate levy of the College District for 2012 as adopted, did not exceed 105% of the amount of taxes extended or estimated to be extended, exclusive of election costs and bond and interest costs, and including any amount abated prior to such extension, upon the levy of the College District for 2011, such that the provisions of sections 18-65 through 18-85 of the *Truth in Taxation Law* were not applicable to the adoption of said 2012 aggregate levy.

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DIANE HILL  
CHAIR  
BOARD OF TRUSTEES  
WILLIAM RAINEY HARPER  
COMMUNITY COLLEGE DISTRICT NO. 512  
COUNTIES OF COOK, KANE, LAKE,  
AND McHENRY  
STATE OF ILLINOIS

**Subject:** Resolution Designating a Person or Persons to Prepare a Tentative Budget for Fiscal Year 2014

**Recommended by:**  
Bret Bonnstetter, Controller  
Accounting Services

**Description**

The Illinois Public Community College Act requires that a person or persons be designated by the Board of Trustees to prepare an annual budget in tentative form.

**Information**

The administration recommends that the Board of Trustees adopt the resolution that follows which designates that Kenneth L. Ender and Ronald N. Ally will be responsible for developing a budget for Fiscal Year 2014.

**Rationale**

This action is a legal requirement per the Illinois Public Community College Act.

**Funding Source**

Not applicable to this exhibit.

RESOLUTION DESIGNATING A PERSON OR PERSONS  
TO PREPARE TENTATIVE BUDGET

BE IT RESOLVED by the Board of Trustees of Community College District No. 512, in the Counties of Cook, Kane, Lake and McHenry, State of Illinois, that Kenneth L. Ender, and Ronald N. Ally be and are hereby appointed to prepare a tentative budget for said College district for the fiscal year beginning July 1, 2013 and ending June 30, 2014, which tentative budget shall be filed with the Secretary of this Board and notice of public inspection shall be timely published in accordance with the law.

**SUBJECT:** Adoption of Debt Certificate Resolution, and Accepting a Proposal and Awarding a Contract to Wells Fargo Bank, N.A. as the Purchaser of the Debt Certificates

**Recommended by:**

Bret Bonnstetter, Controller  
Accounting Services

**Description**

A recommendation is being made to adopt the attached Debt Certification Resolution as prepared by Bond Counsel and award a contract for purchasing debt certificates as a result of a competitive RFP process.

**Information**

In February 2013, the College will be selling funding bonds to pay for capital projects. Funding bonds require that the College have an obligation, or a debt, which will be paid through the issuance of the bonds. Bond Counsel advises the capital projects can be put into a debt certificate that will satisfy the bond requirement for an obligation.

The College, together with its financial advisor, put together an RFP to finance the debt certificates. A total of seven (7) proposals were solicited and three (3) responses were received.

|  |
|--|
| <b>Wells Fargo Bank, N.A., Sioux Falls, SD</b> |
| JPMorgan Chase Bank, N.A., Chicago, IL         |
| Northern Trust Corporation, Chicago, IL        |

**Rationale**

In accordance with State of Illinois law, a resolution must be adopted authorizing and providing for the issue of debt certificates.

Wells Fargo Bank, N.A. was selected as the purchaser of the Debt Certificates with the qualifications that best match the needs of the College based on pertinent experience and overall cost of financing the debt certificates.

**Funding Source**

Funds in the estimated amount of \$5,000 for fees related to financing the debt certificates will be provided from the debt certificate proceeds.



WILLIAM RAINEY HARPER COLLEGE  
(COMMUNITY COLLEGE DISTRICT NO. 512)  
COUNTIES OF COOK, KANE, LAKE AND MCHENRY, ILLINOIS

Plan of Finance for Issuance of Limited Tax Bonds  
October 24, 2012

**Overview**

Since 1996, Harper College has issued limited tax bonds in response to State legislation enacted in 1995 that enables non-home rule units of government to issue non-referendum bonds within certain limitations. The College developed a plan to issue bonds every two years and it has successfully issued nine series of bonds. Limited tax bond proceeds have been a source of funds for technology, retirement costs, and capital projects in addition to using the College's General Fund. The next planned date for issuing limited tax bonds on the two-year cycle is March 2013. This Plan of Finance provides information to the College's Board of Trustees about the bond structure, legal considerations, the College's historical use of limited tax bonds, and the bond issuance process/timing.

**Structure of the Bonds**

The College has the authority to issue the Limited Tax Bonds pursuant to the Property Tax Extension Limitation Law, the Illinois Public Community College Act, and the Local Government Debt Reform Act. Limited tax bonds are payable from a separate property tax levy that is distinct from the College's tax levies for operations. The tax levy for limited tax bonds is not constrained by tax caps the way the College's operating levies are. However, the College's annual levy for debt service for limited tax bonds is limited to a Debt Service Extension Base (DSEB) of \$2,278,450. This DSEB equals taxes extended by the College to pay non-referendum bonds in levy year 1994 plus an adjustment for inflation.

The College has historically paid off its limited tax bonds in 3 to 4 years, deliberately keeping the maturity very short to reduce the interest expense of the bonds. In addition, rapid repayment of limited tax bonds enables the College to "recycle" its DSEB quickly and access it again in two years. The College's plan to issue limited tax bonds in 2013 is consistent with this historical approach. The Series 2013 Limited Tax Bonds will mature on December 1, 2015.

The key advantages of issuing limited tax bonds are:

- The College can pay for technology, retirement and capital improvements/equipment from a separate property tax levy. This enables the College to tap into another source of funds, other than its operating budget, to pay for these expenses. Education Fund revenues are preserved for educational program costs.
- The bonds create no new impact on individual taxpayers, since the dollar amount of taxes for limited bonds cannot exceed prior years' levies.

Given the College's available DSEB, it can issue a total of \$4.5-5.0 million of bonds. The final amount will depend on the uses of the bonds and interest rates.

The planned structure of the Series 2013 Bonds is designed to allow the College to retain Debt Service Extension Base for future limited tax bonds in 2015 and every two years thereafter. Exhibits A (attached) illustrates the College's multi-year plan for bond issuance, including projected future debt issuance. Future bonds would continue to have a short three-year final maturity.

In general, the College is able to issue its bonds on a tax-exempt basis, so that interest earned by investors is exempt from federal income taxes. For the bonds to be tax exempt, they generally need to be used for a capital purpose and not an operating purpose. Based on the College's planned uses of bond proceeds, it anticipates issuing the bonds as tax-exempt.

To sell the limited tax bonds at a tax-exempt interest rate, the College needs to have "claims against the district" equal to the amount of the bonds sold. As was done with the previously bond issuance in 2011, the College will take out a short term loan, which then becomes the "claim against the district". The College would use the proceeds of the loan to pay for upcoming capital costs. The loan would be refunded in approximately 90 days with limited tax bonds. Bond counsel would provide the necessary documents and support, as it has in the past. The short term loan is in the form of "debt certificates" pursuant to the College's authority to issue debt under State law.

### Timetable and Next Steps

As mentioned above, the next planned date in the cycle for issuing limited tax bonds is January-March 2013. This timing enables the College to file a tax levy for the bonds with the County Clerks by February 28 for taxes that will begin to be collected in Spring and Fall 2013. To meet this February 28 deadline, the College and the Board will need to meet key legal steps in the bond issuance process.

The timetable takes into account a two-step process: the issuance of the debt certificates followed by the issuance of bonds.

## Key Dates - Issuance of Debt Certificates and Limited Tax Bonds

| <u>Date</u>              | <u>Event</u>   |
|--------------------------|--|
| November 14, 2012        | Adoption of Debt Certificate Resolution  |
| December 4, 2012         | Closing - Debt Certificates  |
| December 19, 2012        | Board adopts Resolution of Intent to issue funding bonds and Resolution calling for a public hearing |
| January 16, 2013         | Public Hearing   |
| February 20, 2013        | Adoption of Bond Resolution - Limited Tax Bonds  |
| Before February 28, 2013 | File Bond Resolution with County Clerks  |
| March 7, 2013            | Closing - Bonds  |

The College is required to complete certain steps prescribed by State law in order to issue the bonds, such as a 30-day voter petition period and a public hearing. Limited Tax Bonds can be issued without a voter referendum, unless petitioned by not less than 10% of the District's voters during the 30 day petition period. The timetable is structured to meet all of these necessary legal requirements.

**Community College District Number 512  
Counties of Cook, Kane, Lake and McHenry and State of Illinois  
(William Rainey Harper College)**

**Limited Bond Capacity Analysis - \$4,875,000 Net Proceeds in 2013  
(October 10, 2012)**

|  |                  | <b>Non-Referendum Bonds Debt Service</b> |                     |                                   |                           |                              |                              |                              |  |  |  |
|--|------------------|--|---------------------|-----------------------------------|---------------------------|------------------------------|------------------------------|------------------------------|--|--|--|
| <b>Calendar Year</b>                               | <b>Levy Year</b> | <b>Debt Service Extension Base</b>       | <b>CPI Increase</b> | <b>Final Taxable Series 2011A</b> | <b>Final Series 2011B</b> | <b>Estimated Series 2013</b> | <b>Estimated Series 2015</b> | <b>Estimated Series 2017</b> | <b>Total Non-Referendum Debt Service</b> | <b>Remaining Debt Service Capacity</b> |  |
| 2012   | 2011             | \$ 2,212,088                             | 1.50%               | \$ 319,095                        | \$ 1,888,500              |                              |                              |                              | \$ 2,207,595                             | \$ 4,493                               |  |
| 2013   | 2012             | 2,278,450                                | 3.00%               |                                   | 1,116,900                 | \$ 1,158,000                 |                              |                              | 2,274,900                                | 3,550                                  |  |
| 2014   | 2013             | 2,324,019                                | 2.00%               |                                   |                           | 2,320,000                    |                              |                              | 2,320,000                                | 4,019                                  |  |
| 2015   | 2014             | 2,370,500                                | 2.00%               |                                   |                           | 1,612,000                    | \$ 755,000                   |                              | 2,367,000                                | 3,500                                  |  |
| 2016   | 2015             | 2,417,910                                | 2.00%               |                                   |                           |                              | 2,415,000                    |                              | 2,415,000                                | 2,910                                  |  |
| 2017   | 2016             | 2,466,268                                | 2.00%               |                                   |                           |                              | 1,541,000                    | \$ 755,000                   | 2,296,000                                | 170,268                                |  |
| 2018   | 2017             | 2,515,593                                | 2.00%               |                                   |                           |                              |                              | 2,415,000                    | 2,415,000                                | 100,593                                |  |
| 2019   | 2018             | 2,565,905                                | 2.00%               |                                   |                           |                              |                              | 1,541,000                    | 1,541,000                                | 1,024,905                              |  |
| 2020   | 2019             | 2,617,223                                | 2.00%               |                                   |                           |                              |                              |                              |  | 2,617,223                              |  |
| 2021   | 2020             | 2,669,568                                | 2.00%               |                                   |                           |                              |                              |                              |  | 2,669,568                              |  |
| 2022   | 2021             | 2,722,959                                | 2.00%               |                                   |                           |                              |                              |                              |  | 2,722,959                              |  |
| 2023   | 2022             | 2,777,418                                | 2.00%               |                                   |                           |                              |                              |                              |  | 2,777,418                              |  |
| 2024   | 2023             | 2,832,967                                | 2.00%               |                                   |                           |                              |                              |                              |  | 2,832,967                              |  |
| 2025   | 2024             | 2,889,626                                | 2.00%               |                                   |                           |                              |                              |                              |  | 2,889,626                              |  |
| 2026   | 2025             | 2,947,418                                | 2.00%               |                                   |                           |                              |                              |                              |  | 2,947,418                              |  |
| 2027   | 2026             | 3,006,367                                | 2.00%               |                                   |                           |                              |                              |                              |  | 3,006,367                              |  |
| 2028   | 2027             | 3,066,494                                | 2.00%               |                                   |                           |                              |                              |                              |  | 3,066,494                              |  |
| 2029   | 2028             | 3,127,824                                | 2.00%               |                                   |                           |                              |                              |                              |  | 3,127,824                              |  |
| 2030   | 2029             | 3,190,380                                | 2.00%               |                                   |                           |                              |                              |                              |  | 3,190,380                              |  |
| <b>Total</b>                                       |                  |  |                     | <b>\$ 319,095</b>                 | <b>\$ 3,005,400</b>       | <b>\$ 5,090,000</b>          | <b>\$ 4,711,000</b>          | <b>\$ 4,711,000</b>          |  |  |  |
| <b>Net Debt Certificate/Limited Bond Proceeds:</b> |                  |  |                     |                                   |                           | <b>\$ 4,875,000</b>          | <b>\$ 4,500,000</b>          | <b>\$ 4,500,000</b>          |  |  |  |

MINUTES of a regular public meeting of the Board of Trustees of Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois, held in the Board Room on the second floor of the Wojcik Conference Center, Room W214, 1200 West Algonquin Road, Palatine, Illinois, in said Community College District at 6:00 o'clock P.M., on the 14th day of November, 2012.

\* \* \*

The meeting was called to order by the Chair, and upon the roll being called, Diane Hill, the Chair, and the following Trustees were physically present at said location: \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

The following Trustees were allowed by a majority of the members of the Board of Trustees in accordance with and to the extent allowed by rules adopted by the Board of Trustees to attend the meeting by video or audio conference: \_\_\_\_\_

\_\_\_\_\_

No Trustee was not permitted to attend the meeting by video or audio conference.

The following Trustees were absent and did not participate in the meeting in any manner or to any extent whatsoever: \_\_\_\_\_

\_\_\_\_\_

The Chair announced that a proposal had been received from \_\_\_\_\_, Illinois, for the purchase of the District's General Obligation Debt Certificates (Limited Tax), Series 2012, and that the Board of Trustees would consider the adoption of a resolution providing for an Installment Purchase Agreement in order to build, equip, alter, construct additions to and improve the sites of community college buildings, authorizing the issuance of

said certificates evidencing the rights to payment under said Agreement and providing for the sale of said certificates.

Whereupon Trustee \_\_\_\_\_ presented and the Secretary read by title a resolution as follows, a copy of which was provided to each Trustee prior to said meeting and to everyone in attendance at said meeting who requested a copy:

RESOLUTION authorizing and providing for an Installment Purchase Agreement for the purpose of paying the cost of purchasing real or personal property, or both, in and for Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois, and authorizing and providing for the issue of \$4,885,000 General Obligation Debt Certificates (Limited Tax), Series 2012, of said Community College District evidencing the rights to payment under such Agreement, prescribing the details of the Agreement and Certificates, and providing for the security for and means of payment under the Agreement of the Certificates.

\* \* \*

WHEREAS, Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois (the "*District*"), is a community college district of the State of Illinois operating under and pursuant to the Public Community College Act of the State of Illinois, as amended (the "*Act*"), the Local Government Debt Reform Act of the State of Illinois, as amended (the "*Debt Reform Act*"), and in particular, the provisions of Section 17(b) of the Debt Reform Act (the "*Installment Purchase Provisions*"); and

WHEREAS, the Board of Trustees of the District (the "*Board*") has considered the needs of the District and, in so doing, the Board has deemed and does now deem it advisable, necessary, and for the best interests of the District to build, equip, alter, construct additions to and improve the sites of community college buildings, including, in connection with said work, acquisition of all land or rights in land, mechanical, electrical, and other services necessary, useful, or advisable thereto (the "*Project*"), all as shown on preliminary plans and cost estimates on file with and approved by the Board; and

WHEREAS, the Board has determined the total cost of the Project and expenses incidental thereto, including financial, legal, architectural, and engineering services related to such work and to the Agreement hereinafter provided for in this Resolution to be not less than \$4,885,000,

plus estimated investment earnings which may be received on said sum prior to disbursement;  
and

WHEREAS, sufficient funds of the District are not available to pay the costs of the Project, and it will, therefore, be necessary to borrow money in the amount of \$4,885,000 for the purpose of paying such costs; and

WHEREAS, pursuant to the Installment Purchase Provisions, the District has the power to purchase real or personal property through agreements that provide that the consideration for the purchase may be paid through installments made at stated intervals for a period of no more than 20 years, to sell, convey and reacquire either real or personal property upon any terms and conditions and in any manner as the Board shall determine, if the District will lease, acquire by purchase agreement, or otherwise reacquire the property as authorized by applicable law and to issue certificates evidencing indebtedness incurred under such agreements; and

WHEREAS, the Board finds that it is desirable and in the best interests of the District to avail of the provisions of the Installment Purchase Provisions to authorize an Installment Purchase Agreement (the "*Agreement*"); name as counter-party to the Agreement the Treasurer of the Board (the "*Treasurer*"), as nominee-seller; authorize the Chair and Secretary of the Board to execute and attest, respectively, the Agreement on behalf of the District and to file same with said Secretary in his or her capacity as keeper of the records and files of the District; and issue certificates evidencing the indebtedness incurred under the Agreement in the amount of \$4,885,000:

NOW, THEREFORE, Be It and It Is Hereby Resolved by the Board of Trustees of Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois, as follows:

*Section 1. Incorporation of Preambles.* The Board hereby finds that all of the recitals contained in the preambles to this Resolution are full, true and correct and does incorporate them into this Resolution by this reference.

*Section 2. Authorization.* It is necessary and advisable for the residents of the District to pay the costs of the Project and to borrow money and, in evidence thereof and for the purpose of financing same, enter into the Agreement and, further, to provide for the issuance and delivery of certificates evidencing the indebtedness incurred under the Agreement.

*Section 3. Agreement is a General Obligation; Annual Budget.* The District hereby represents, warrants, and agrees that the obligation to make the payments due under the Agreement shall be a general obligation of the District payable from any funds of the District lawfully available for such purpose. The District represents and warrants that the total amount due under the Agreement, together with all other indebtedness of the District, is within all statutory and constitutional debt limitations. The District agrees to budget funds of the District annually and in a timely manner so as to provide for the making of all payments when due under the terms of the Agreement.

*Section 4. Execution and Filing of the Agreement.* From and after the effective date of this Resolution, the Chair and Secretary of the Board be and they are hereby authorized and directed to execute and attest, respectively, the Agreement, in substantially the form set forth in Section 5 of this Resolution, and to do all things necessary and essential to effectuate the provisions of the Agreement, including the execution of any documents and certificates incidental thereto or necessary to carry out the provisions thereof. Further, as nominee-seller, the Treasurer is hereby authorized and directed to execute the Agreement. Upon full execution, the original of the Agreement shall be filed with the Secretary of the Board and retained in the

District records and shall constitute authority for the issuance of the Certificates hereinafter authorized.

*Section 5. Form of the Agreement.* The Agreement shall be in substantially the form as follows:

INSTALLMENT PURCHASE AGREEMENT for purchase of real or personal property, or both, in and for Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois.

\* \* \*

THIS INSTALLMENT PURCHASE AGREEMENT (this “*Agreement*”) dated as of December 4, 2012, by and between the Treasurer of the Board of Trustees of the District (as hereinafter defined), as Nominee-Seller (the “*Seller*”), and Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois, a community college district of the State of Illinois (the “*District*”):

**WITNESSETH**

A. The Board of Trustees of the District (the “*Board*”) has determined to build, equip, alter, construct additions to and improve the sites of community college buildings (the “*Project*”), all as previously approved by the Board and on file with the Secretary of the Board (the “*Secretary*”).

B. Pursuant to the provisions of the Public Community College Act of the State of Illinois (the “*Act*”), the Local Government Debt Reform Act of the State of Illinois (the “*Debt Reform Act*”), and, in particular, the provisions of Section 17(b) of the Debt Reform Act (the “*Installment Purchase Provisions*”), in each case, as supplemented and amended (collectively “*Applicable Law*”), the District has the power to purchase real or personal property through agreements that provide that the consideration for the purchase may be paid through installments made at stated intervals for a period of no more than 20 years, to sell, convey and reacquire either real or personal property upon any terms and conditions and in any manner as the Board shall determine, if the District will lease, acquire by purchase agreement, or otherwise reacquire

the property as authorized by applicable law and to issue certificates evidencing indebtedness incurred under such agreements.

C. On the 14th day of November, 2012, the Board, pursuant to Applicable Law and the need to provide for the Project, adopted a resolution (the “*Resolution*”) authorizing the borrowing of money for the Project, the execution and delivery of this Agreement to finance same, and the issuance of certificates evidencing the indebtedness so incurred.

D. The Resolution is

- (a) incorporated herein by reference; and
- (b) made a part hereof as if set out at this place in full;

and each of the terms as defined in the Resolution is also incorporated by reference for use in this Agreement.

E. The Seller, as nominee as expressly permitted by the Installment Purchase Provisions, has agreed to make, construct, and acquire the Project on the terms as hereinafter provided.

NOW, THEREFORE, in consideration of the mutual covenants and agreements hereinafter contained and other valuable consideration, it is mutually agreed between the Seller and the District as follows:

1. MAKE AND ACQUIRE PROJECT

The Seller agrees to make, construct, and acquire the Project upon real estate owned or to be owned by or upon which valid easements have been obtained in favor of the District.

2. CONVEYANCE

The District conveys to the Seller any portion of the Project heretofore acquired by the District and to be paid from proceeds of the Certificates (as defined in the Resolution). The Seller agrees to convey each part of the Project to the District and to perform all necessary work

and convey all necessary equipment; and the District agrees to purchase the Project from the Seller and pay for the Project the purchase price of not to exceed \$4,885,000, plus the amount of investment earnings which are earned on the amount deposited with the Treasurer of the Board of the District from the sale of the Certificates and in no event shall the total aggregate principal purchase price to be paid pursuant to this Agreement exceed the sum of \$4,885,000, plus the amount of investment earnings which are earned on the amount deposited with the Treasurer from the sale of the Certificates.

### 3. PAYMENTS

The payment of the entire sum of \$4,885,000 of said purchase price shall:

- (a) be payable in installments due on the dates and in the amounts;
- (b) bear interest at the rates percent per annum which interest shall also be payable on the dates and in the amounts;
- (c) be payable at the place or places of payment, in the medium of payment, and upon such other terms;

all as provided for payment of the Certificates in the Resolution.

### 4. ASSIGNMENT

Rights to payment of the Seller as provided in this Agreement are assigned as a matter of law under the Installment Purchase Provisions to the owners of the Certificates. This Agreement and any right, title, or interest herein, shall not be further assignable. The Certificates, evidencing the indebtedness incurred hereby, are assignable (registrable) as provided in the Resolution.

## 5. TAX COVENANTS

The covenants relating to the tax-exempt status of the Certificates, as set forth in the Resolution, insofar as may be applicable, apply to the work to be performed and the payments made under this Agreement.

## 6. TITLE

(a) *Vesting of Title.* Title in and to any part of the Project, upon delivery or as made, during all stages of the making or acquisition thereof, shall and does vest immediately in the District.

(b) *Damage, Destruction, and Condemnation.* If, during the term of this Agreement, (i) all or any part of the Project shall be destroyed, in whole or in part, or damaged by fire or other casualty or event; or (ii) title to, or the temporary or permanent use of, all or any part of the Project shall be taken under the exercise of the power of eminent domain by any governmental body or by any person, firm, or corporation acting under governmental authority; or (iii) a material defect in construction of all or any part of the Project shall become apparent; or (iv) title to or the use of all or any part of the Project shall be lost by reason of a defect in title; then the District shall continue to make payments as promised herein and in the Certificates and to take such action as it shall deem necessary or appropriate to repair and replace the Project.

## 7. LAWFUL CORPORATE OBLIGATION

The District hereby represents, warrants, and agrees that the obligation to make the payments due hereunder shall be a lawful direct general obligation of the District payable from the general funds of the District and such other sources of payment as are otherwise lawfully available. The District represents and warrants that the total amount due the Seller hereunder, together with all other indebtedness of the District, is within all statutory and constitutional debt limitations. The District agrees to budget funds of the District annually and in a timely manner so as to provide for the making of all payments when due under the terms of this Agreement.

8. GENERAL COVENANT AND RECITAL

It is hereby certified and recited by the Seller and the District, respectively, that as to each, respectively, for itself, all conditions, acts, and things required by law to exist or to be done precedent to and in the execution of this Agreement did exist, have happened, been done and performed in regular and due form and time as required by law.

9. NO SEPARATE TAX

**THE SELLER AND THE DISTRICT RECOGNIZE THAT THERE IS NO STATUTORY AUTHORITY FOR THE LEVY OF A SEPARATE TAX IN ADDITION TO OTHER TAXES OF THE DISTRICT OR THE LEVY OF A SPECIAL TAX UNLIMITED AS TO RATE OR AMOUNT TO PAY ANY OF THE AMOUNTS DUE HEREUNDER.**

10. DEFAULT

In the event of a default in payment hereunder by the District, the Seller or any Certificateholder may pursue any available remedy by suit at law or equity to enforce the payment of all amounts due or to become due under this Agreement, including, without limitation, an action for specific performance.

IN WITNESS WHEREOF, the Seller has caused this Installment Purchase Agreement to be executed, and his or her signature to be attested by the Secretary of the Board, and the District has caused this Installment Purchase Agreement to be executed by the Chair of its Board, and also attested by the Secretary of its Board, all as of the day and year first above written.

SELLER: Signature: \_\_\_\_\_

[Here type name]: Ronald Ally  
as Nominee-Seller and Treasurer, Board of  
Trustees

ATTEST:

\_\_\_\_\_  
Secretary, Board of Trustees

COMMUNITY COLLEGE DISTRICT NO. 512,  
COUNTIES OF COOK, KANE, LAKE AND  
MCHENRY AND STATE OF ILLINOIS

\_\_\_\_\_  
Chair, Board of Trustees

ATTEST:

\_\_\_\_\_  
Secretary, Board of Trustees

STATE OF ILLINOIS     )  
  ) SS  
COUNTY OF COOK     )

**CERTIFICATE OF INSTALLMENT PURCHASE AGREEMENT FILING**

I, the undersigned, do hereby certify that I am the duly qualified and acting Secretary of the Board of Trustees (the “*Board*”) of Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois (the “*District*”), and as such officer I do hereby certify that on the 4th day of December, 2012, there was filed in my office a properly certified copy of that certain document, executed by the Chair of the Board, attested by me in my capacity as Secretary of the Board, and further executed, as Nominee-Seller, by the Treasurer of the Board, also attested by me, dated as of December 4, 2012, and entitled “INSTALLMENT PURCHASE AGREEMENT for purchase of real or personal property, or both, in and for Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois”; and supporting the issuance of certain General Obligation Debt Certificates (Limited Tax), Series 2012, of the District; that attached hereto is a true and complete copy of said Agreement as so filed; and that the same has been deposited in the official files and records of my office.

IN WITNESS WHEREOF, I hereunto affix my official signature, this 4th day of December, 2012.

---

Secretary, Board of Trustees

*Section 6. Certificate Details.* For the purpose of providing for the Project, there shall be issued and sold certificates of the District in the principal amount of \$4,885,000, which shall be designated “General Obligation Debt Certificates (Limited Tax), Series 2012” (the “*Certificates*”). The Certificates shall be dated the date of issuance and delivery of the Certificates, and shall also bear the date of authentication, shall be in fully registered form, shall be in denominations of \$5,000 each and authorized integral multiples thereof (but no single Certificate shall represent installments of principal maturing on more than one date), shall be numbered 1 and upward, and the Certificates shall become due and payable (subject to prior redemption as hereinafter set forth) on [March 15, 2013][June 1, 2013], and bearing interest at the rate of \_\_\_\_\_% per annum.

The Certificates shall bear interest from their date or from the most recent interest payment date to which interest has been paid or duly provided for, until the principal amount of the Certificates is paid, such interest (computed upon the basis of a 360-day year of twelve 30-day months) being payable on [March 15, 2013][June 1, 2013]. Interest on each Certificate shall be paid by check or draft of \_\_\_\_\_, as paying agent and Certificate Registrar (the “*Certificate Registrar*”), payable upon presentation in lawful money of the United States of America, to the person in whose name such Certificate is registered at the close of business on the 15th day of the month next preceding the interest payment date. The principal of the Certificates shall be payable in lawful money of the United States of America at the office of the Certificate Registrar.

The Certificates shall be signed by the Chair and Secretary of the Board, and shall be registered, numbered and countersigned by the Treasurer, and in case any officer whose signature shall appear on any Certificate shall cease to be such officer before the delivery of such

Certificate, such signature shall nevertheless be valid and sufficient for all purposes, the same as if such officer had remained in office until delivery.

All Certificates shall have thereon a certificate of authentication substantially in the form hereinafter set forth duly executed by the Certificate Registrar as authenticating agent of the District and showing the date of authentication. No Certificate shall be valid or obligatory for any purpose or be entitled to any security or benefit under this Resolution unless and until such certificate of authentication shall have been duly executed by the Certificate Registrar by manual signature, and such certificate of authentication upon any such Certificate shall be conclusive evidence that such Certificate has been authenticated and delivered under this Resolution. The certificate of authentication on any Certificate shall be deemed to have been executed by the Certificate Registrar if signed by an authorized officer of the Certificate Registrar, but it shall not be necessary that the same officer sign the certificate of authentication on all of the Certificates issued hereunder.

*Section 7. Registration of Certificates; Persons Treated as Owners.* The District shall cause books (the “*Certificate Register*”) for the registration and for the transfer of the Certificates as provided in this Resolution to be kept at the office of the Certificate Registrar, which is hereby constituted and appointed the registrar of the District. The District is authorized to prepare, and the Certificate Registrar shall keep custody of, multiple Certificate blanks executed by the District for use in the transfer and exchange of Certificates.

Upon surrender for transfer of any Certificate at the office of the Certificate Registrar, duly endorsed by, or accompanied by a written instrument or instruments of transfer in form satisfactory to the Certificate Registrar and duly executed by, the registered owner or his or her attorney duly authorized in writing, the District shall execute and the Certificate Registrar shall authenticate, date and deliver in the name of the transferee or transferees a new fully registered

Certificate or Certificates of the same maturity of authorized denominations, for a like aggregate principal amount. Any fully registered Certificate or Certificates may be exchanged at said office of the Certificate Registrar for a like aggregate principal amount of Certificate or Certificates of the same maturity of other authorized denominations. The execution by the District of any fully registered Certificate shall constitute full and due authorization of such Certificate and the Certificate Registrar shall thereby be authorized to authenticate, date and deliver such Certificate, *provided, however*, the principal amount of outstanding Certificates of each maturity authenticated by the Certificate Registrar shall not exceed the authorized principal amount of Certificates for such maturity less previous retirements.

The Certificate Registrar shall not be required to transfer or exchange any Certificate during the period beginning at the close of business on the 15th day of the month next preceding any interest payment date on such Certificate and ending at the opening of business on such interest payment date, nor to transfer or exchange any Certificate after notice calling such Certificate for redemption has been mailed, nor during a period of fifteen (15) days next preceding mailing of a notice of redemption of any Certificates.

The person in whose name any Certificate shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of the principal of or interest on any Certificate shall be made only to or upon the order of the registered owner thereof or his or her legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such Certificate to the extent of the sum or sums so paid.

No service charge shall be made for any transfer or exchange of Certificates, but the District or the Certificate Registrar may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of

Certificates, except in the case of the issuance of a Certificate or Certificates for the unredeemed portion of a Certificate surrendered for redemption.

*Section 8. Redemption.* The Certificates are subject to redemption prior to maturity at the option of the District, in whole or in part, in integral multiples of \$5,000 as determined by the District (less than all of the Certificates to be selected by the Certificate Registrar), on any date on or after March 1, 2013, at a redemption price of par plus accrued interest to the date fixed for redemption.

The Certificates shall be redeemed only in the principal amount of Authorized Denominations. The District shall, at least thirty (30) days prior to the redemption date (unless a shorter time period shall be satisfactory to the Certificate Registrar) notify the Certificate Registrar of such redemption date and of the principal amount and maturity or maturities of Certificates to be redeemed. For purposes of any redemption of less than all of the outstanding Certificates of a single maturity, the particular Certificates or portions of Certificates to be redeemed shall be selected by lot by the Certificate Registrar from the Certificates of such maturity by such method of lottery as the Certificate Registrar shall deem fair and appropriate; *provided* that such lottery shall provide for the selection for redemption of Certificates or portions thereof so that any \$5,000 Certificate or \$5,000 portion of a Certificate shall be as likely to be called for redemption as any other such \$5,000 Certificate or \$5,000 portion. The Certificate Registrar shall make such selection upon the earlier of the irrevocable deposit of funds with an escrow agent sufficient to pay the redemption price of the Certificates to be redeemed or the time of the giving of official notice of redemption.

The Certificate Registrar shall promptly notify the District in writing of the Certificates or portions of Certificates selected for redemption and, in the case of any Certificate selected for partial redemption, the principal amount thereof to be redeemed.

*Section 9. Redemption Procedure.* Unless waived by any holder of Certificates to be redeemed, notice of the call for any such redemption shall be given by the Certificate Registrar on behalf of the District by mailing the redemption notice by first class mail at least five (5) days and not more than sixty (60) days prior to the date fixed for redemption to the registered owner of the Certificate or Certificates to be redeemed at the address shown on the Certificate Register or at such other address as is furnished in writing by such registered owner to the Certificate Registrar.

All notices of redemption shall state:

- (1) the redemption date,
- (2) the redemption price,
- (3) if less than all outstanding Certificates are to be redeemed, the identification (and, in the case of partial redemption, the respective principal amounts) of the Certificates to be redeemed,
- (4) that on the redemption date the redemption price will become due and payable upon each such Certificate or portion thereof called for redemption, and that interest thereon shall cease to accrue from and after said date,
- (5) the place where such Certificates are to be surrendered for payment of the redemption price, which place of payment shall be the corporate trust office of the Certificate Registrar, and
- (6) such other information then required by custom, practice or industry standard.

Unless moneys sufficient to pay the redemption price of the Certificates to be redeemed shall have been received by the Certificate Registrar prior to the giving of such notice of redemption, such notice may, at the option of the District, state that said redemption shall be conditional upon the receipt of such moneys by the Certificate Registrar on or prior to the date fixed for redemption. If such moneys are not received, such notice shall be of no force and effect, the District shall not redeem such Certificates, and the Certificate Registrar shall give notice, in

the same manner in which the notice of redemption shall have been given, that such moneys were not so received and that such Certificates will not be redeemed. Otherwise, prior to any redemption date, the District shall deposit with the Certificate Registrar an amount of money sufficient to pay the redemption price of all the Certificates or portions of Certificates which are to be redeemed on that date.

Subject to the provisions for a conditional redemption described above, notice of redemption having been given as aforesaid, the Certificates or portions of Certificates so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified, and from and after such date (unless the District shall default in the payment of the redemption price) such Certificates or portions of Certificates shall cease to bear interest. Upon surrender of such Certificates for redemption in accordance with said notice, such Certificates shall be paid by the Certificate Registrar at the redemption price. Installments of interest due on or prior to the redemption date shall be payable as herein provided for payment of interest. Upon surrender for any partial redemption of any Certificate, there shall be prepared for the registered holder a new Certificate or Certificates of the same maturity in the amount of the unpaid principal.

If any Certificate or portion of Certificate called for redemption shall not be so paid upon surrender thereof for redemption, the principal shall, until paid, bear interest from the redemption date at the rate borne by the Certificate or portion of Certificate so called for redemption. All Certificates which have been redeemed shall be cancelled and destroyed by the Certificate Registrar and shall not be reissued.

*Section 10. Form of Certificate.* The Certificates shall be in substantially the following form; *provided, however,* that if the text of the Certificate is to be printed in its entirety on the front side of the Certificate, then paragraph [2] and the legend, “See Reverse Side for Additional

Provisions”, shall be omitted and paragraphs [6] through [11] shall be inserted immediately after paragraph [1]:

(Form of Certificate - Front Side)

REGISTERED  
NO. \_\_\_\_\_

REGISTERED  
\$4,885,000

**UNITED STATES OF AMERICA**

**STATE OF ILLINOIS**

**COUNTIES OF COOK, KANE, LAKE AND MCHENRY**

**COMMUNITY COLLEGE DISTRICT NO. 512**

**GENERAL OBLIGATION DEBT CERTIFICATE (LIMITED TAX), SERIES 2012**

See Reverse Side for  
Additional Provisions

Interest  
Rate: \_\_\_\_\_%

Maturity  
Date: \_\_\_\_\_, 2013

Dated  
Date: December 4, 2012

Registered Owner:

Principal Amount: Four Million Five Hundred Thousand Dollars

[1] KNOW ALL PERSONS BY THESE PRESENTS, that Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois (the “*District*”), hereby acknowledges itself to owe and for value received promises to pay from the source and as hereinafter provided to the Registered Owner identified above, or registered assigns as hereinafter provided, on the Maturity Date identified above, the Principal Amount identified above and to pay interest (computed on the basis of a 360-day year of twelve 30-day months) on such Principal Amount from the date of this Certificate or from the most recent interest payment date to which interest has been paid at the Interest Rate per annum set forth above on [March 15, 2013][June 1, 2013], until said Principal Amount is paid. Principal of this Certificate is payable in lawful money of the United States of America upon presentation and surrender hereof at the office of the \_\_\_\_\_, as certificate registrar and paying agent (the “*Certificate Registrar*”). Payment of the installments of interest shall be made to the Registered

Owner hereof as shown on the registration books of the District maintained by the Certificate Registrar at the close of business on the 15th day of the month next preceding each interest payment date and shall be paid by check or draft of the Certificate Registrar, payable upon presentation in lawful money of the United States of America, mailed to the address of such Registered Owner as it appears on such registration books or at such other address furnished in writing by such Registered Owner to the Certificate Registrar.

[2] Reference is hereby made to the further provisions of this Certificate set forth on the reverse hereof and such further provisions shall for all purposes have the same effect as if set forth at this place.

[3] It is hereby certified and recited that all conditions, acts and things required by law to exist or to be done precedent to and in the issuance of this Certificate did exist, have happened, been done and performed in regular and due form and time as required by law; that the indebtedness of the District, including the issue of certificates of which this is one, does not exceed any limitation imposed by law; that the obligation to make payments due hereon is a general obligation of the District payable from any funds of the District legally available for such purpose, and that the District shall budget funds annually and in a timely manner so as to provide for the making of all payments hereon when due. THE OWNER OF THIS CERTIFICATE ACKNOWLEDGES THAT THERE IS NO STATUTORY AUTHORITY FOR THE LEVY OF A SEPARATE TAX IN ADDITION TO OTHER TAXES OF THE DISTRICT OR THE LEVY OF A SPECIAL TAX UNLIMITED AS TO RATE OR AMOUNT TO PAY ANY OF THE AMOUNTS DUE HEREUNDER.

[4] This Certificate shall not be valid or become obligatory for any purpose until the certificate of authentication hereon shall have been signed by the Certificate Registrar.

[5] IN WITNESS WHEREOF, said Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois, by its Board of Trustees, has caused this Certificate to be signed by manual or duly authorized facsimile signature of the Chair and Secretary of said Board of Trustees, and to be registered, numbered and countersigned by the manual or duly authorized facsimile signature of the Treasurer of said Board of Trustees who receives the taxes of the District, all as of the Dated Date identified above.

\_\_\_\_\_  
Chair, Board of Trustees

Registered, Numbered and Countersigned:

\_\_\_\_\_  
Secretary, Board of Trustees

\_\_\_\_\_  
Treasurer, Board of Trustees

Date of Authentication: \_\_\_\_\_, 20\_\_

CERTIFICATE  
OF  
AUTHENTICATION

Certificate Registrar and Paying Agent:  
\_\_\_\_\_  
\_\_\_\_\_

This Certificate is one of the Certificates described in the within mentioned resolution and is one of the General Obligation Debt Certificates (Limited Tax), Series 2012, of Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois.

\_\_\_\_\_,  
as Certificate Registrar

By \_\_\_\_\_  
Authorized Signatory

[Form of Certificate - Reverse Side]

**COMMUNITY COLLEGE DISTRICT NO. 512**

**COUNTIES OF COOK, KANE, LAKE AND MCHENRY, ILLINOIS**

**GENERAL OBLIGATION DEBT CERTIFICATE (LIMITED TAX), SERIES 2012**

[6] This Certificate is one of a series of certificates issued by the District to build, equip, alter, construct additions to and improve the sites of community college buildings, in full compliance with the provisions of the Public Community College Act of the State of Illinois, and the Local Government Debt Reform Act of the State of Illinois, and all laws amendatory thereof and supplementary thereto, and is authorized by the Board of Trustees of the District by a resolution duly and properly adopted for that purpose, in all respects as provided by law. The Certificates issued by the District in connection with the Project have been issued in evidence of the indebtedness incurred pursuant to a certain Installment Purchase Agreement (the "*Agreement*"), dated as of December 4, 2012, entered into by and between the District and the Treasurer of the Board of Trustees of the District, as Seller-Nominee, to which reference is hereby expressly made for further definitions and terms and to all the provisions of which the holder by the acceptance of this certificate assents.

[7] Certificates of the series of which this Certificate is one are subject to redemption prior to maturity at the option of the District as a whole or in part in integral multiples of \$5,000 as determined by the District (less than all of the Certificates to be selected by the Certificate Registrar), on March 1, 2013, and on any date thereafter, at a redemption price of par plus accrued interest to the date fixed for redemption.

[8] Notice of any such redemption shall be sent by first class mail not less than five (5) days nor more than sixty (60) days prior to the date fixed for redemption to the registered owner of each Certificate to be redeemed at the address shown on the registration books of the

District maintained by the Certificate Registrar or at such other address as is furnished in writing by such registered owner to the Certificate Registrar. When so called for redemption, this Certificate will cease to bear interest on the specified redemption date, provided funds for redemption are on deposit at the place of payment at that time, and shall not be deemed to be outstanding.

[9] This Certificate is transferable by the Registered Owner hereof in person or by his or her attorney duly authorized in writing at the office of the Certificate Registrar in \_\_\_\_\_, Illinois, but only in the manner, subject to the limitations and upon payment of the charges provided in the authorizing resolution, and upon surrender and cancellation of this Certificate. Upon such transfer a new Certificate or Certificates of authorized denominations of the same maturity and for the same aggregate principal amount will be issued to the transferee in exchange therefor.

[10] The Certificates are issued in fully registered form in the denomination of \$5,000 each or authorized integral multiples thereof. This Certificate may be exchanged at the principal corporate trust office of the Certificate Registrar for a like aggregate principal amount of Certificates of the same maturity of other authorized denominations, upon the terms set forth in the authorizing resolution. The Certificate Registrar shall not be required to transfer or exchange any Certificate during the period beginning at the close of business on the 15th day of the month next preceding any interest payment date on such Certificate and ending at the opening of business on such interest payment date, nor to transfer or exchange any Certificate after notice calling such Certificate for redemption has been mailed, nor during a period of fifteen (15) days next preceding mailing of a notice of redemption of any Certificates.

[11] The District and the Certificate Registrar may deem and treat the Registered Owner hereof as the absolute owner hereof for the purpose of receiving payment of or on account of

principal hereof and interest due hereon and for all other purposes and neither the District nor the Certificate Registrar shall be affected by any notice to the contrary.

(ASSIGNMENT)

FOR VALUE RECEIVED, the undersigned sells, assigns and transfers unto \_\_\_\_\_

\_\_\_\_\_  
(Name and Address of Assignee)

the within Certificate and does hereby irrevocably constitute and appoint \_\_\_\_\_

\_\_\_\_\_  
attorney to transfer the said Certificate on the books kept for registration thereof with full power of substitution in the premises.

Dated: \_\_\_\_\_

Signature guaranteed: \_\_\_\_\_

NOTICE: The signature to this assignment must correspond with the name of the registered owner as it appears upon the face of the within Certificate in every particular, without alteration or enlargement or any change whatever.

*Section 11. Sale of Certificates.* The Certificates hereby authorized shall be executed as in this Resolution provided as soon after the passage hereof as may be, and thereupon be deposited with the Treasurer, and be by the Treasurer delivered to \_\_\_\_\_, Illinois (the "Purchaser"), upon receipt of the purchase price therefor, the same being \$\_\_\_\_\_; the contract for the sale of the Certificates heretofore entered into (the "Purchase Contract") is in all respects ratified, approved and confirmed, it being hereby found and determined that the Certificates have been sold at such price and bear interest at such rates that neither the true interest cost (yield) nor the net interest rate received upon such sale exceed the maximum rate otherwise authorized by Illinois law and that the Purchase Contract is in the best interests of the District and that no person holding any office of the District, either by election or appointment, is in any manner interested, directly or

indirectly, in his or her own name or in the name of any other person, association, trust or corporation, in the Purchase Contract; and the Certificates before being issued shall be registered, numbered and countersigned by the Treasurer, such registration being made in a book provided for that purpose, in which shall be entered the record of the resolution authorizing the Board to borrow said money and a description of the Certificates issued, including the number, date, to whom issued, amount, rate of interest and when due.

The use by the Purchaser of any Term Sheet relating to the Certificates (the "*Term Sheet*") is hereby ratified, approved and authorized; the execution and delivery of the Term Sheet is hereby authorized; and the officers of the Board are hereby authorized to take any action as may be required on the part of the District to consummate the transactions contemplated by the Purchase Contract, this Resolution, the Term Sheet and the Certificates.

*Section 12. Use of Certificate Proceeds.* Accrued interest received on the delivery of the Certificates is hereby appropriated for the purpose of paying first interest due on the Certificates and is hereby ordered deposited into the "General Obligation Debt Certificate (Limited Tax) Fund of 2012" (the "*Certificate Fund*"), which shall be the fund for the payment of the principal of and interest on the Certificates. Funds lawfully available for the purpose of paying the principal of and interest on the Certificates shall be deposited into the Certificate Fund and used solely and only for such purpose.

The principal proceeds of the Certificates and any premium received on the delivery of the Certificates are hereby appropriated to pay the costs of issuance of the Certificates and for the purpose of paying the cost of the Project, and that portion thereof not needed to pay such costs of issuance is hereby ordered deposited into the "Capital Improvement Fund of 2010" (the "*Project Fund*"), hereby created as a sub-account of the Operations and Maintenance Restricted Fund of the District. It is hereby found and determined and hereby declared and set forth that the Board

(i) has not entered into an agreement of any kind with any entity, party or person (including, but not limited to, the Purchaser) to not expend the proceeds of the Certificates deposited into the Project Fund for any period of time and (ii) is not required by any contract, decree, instrument, order, regulation or ruling, to not expend the proceeds of the Certificates deposited into the Project Fund for any period of time. Moneys in the Project Fund shall be used to pay costs of the Project in accordance with the following procedures:

1. Contracts (“*Work Contracts*”) have been or shall be awarded, from time to time, by the Board for the work on the Project; and the Board represent and covenant that each Work Contract has been or will be let in strict accordance with the applicable laws of the State of Illinois, and the rules and procedures of the District for same.

2. Pursuant to this Resolution or subsequent resolution or resolutions to be duly adopted, the Board shall identify all or a designated portion of each Work Contract to the Agreement. The Work Contracts attached hereto as *Exhibit 1* are hereby identified to the Agreement. This Resolution, any such further resolution and said Work Contracts shall be filed of record with the Secretary of the Board and the Treasurer. The adoption and filing of any such resolution or resolutions and the Work Contracts with such officers shall constitute authority for the Treasurer to make disbursements from the Project Fund to pay amounts due under such Work Contracts from time to time, upon such further resolutions, orders, vouchers, warrants, or other proceedings as are required under the applicable laws of the State of Illinois, and the rules and procedures of the District for same. No action need be taken by or with respect to the contractors under the Work Contracts as, pursuant to the Installment Purchase Provisions, the Treasurer acts as Nominee-Seller of the Project for all purposes, enabling the issuance of the Certificates.

Alternatively to the creation of the funds described above, the appropriate officers may allocate the funds to be deposited into the Certificate Fund or proceeds of the Certificates to one or more related funds of the District already in existence and in accordance with good accounting practice; *provided, however*, that this shall not relieve such officers of the duty to account and invest such funds and the proceeds of the Certificates, as herein provided, as if the funds described above had in fact been created. At the time of the issuance of the Certificates, the costs of issuance of the Certificates may be paid by the Purchaser on behalf of the District from the proceeds of the Certificates.

*Section 13. Non-Arbitrage and Tax-Exemption.* One purpose of this Section is to set forth various facts regarding the Certificates and to establish the expectations of the Board and the District as to future events regarding the Certificates and the use of Certificate proceeds. The certifications, covenants and representations contained herein and at the time of the Closing are made on behalf of the District for the benefit of the owners from time to time of the Certificates. In addition to providing the certifications, covenants and representations contained herein, the District hereby covenants that it will not take any action, omit to take any action or permit the taking or omission of any action within its control (including, without limitation, making or permitting any use of the proceeds of the Certificates) if taking, permitting or omitting to take such action would cause any of the Certificates to be an arbitrage bond or a private activity bond within the meaning of the Code or would otherwise cause the interest on the Certificates to be included in the gross income of the recipients thereof for federal income tax purposes. The District acknowledges that, in the event of an examination by the Internal Revenue Service of the exemption from Federal income taxation for interest paid on the Certificates, under present rules, the District is treated as the “taxpayer” in such examination and agrees that it will respond in a commercially reasonable manner to any inquiries from the Internal Revenue Service in

connection with such an examination. The Board and the District certify, covenant and represent as follows:

*1.1. Definitions.* In addition to such other words and terms used and defined in this Resolution, the following words and terms used in this Section shall have the following meanings unless, in either case, the context or use clearly indicates another or different meaning is intended:

*“Affiliated Person”* means any Person that (a) at any time during the six months prior to the execution and delivery of the Certificates, (i) has more than five percent of the voting power of the governing body of the District in the aggregate vested in its directors, officers, owners, and employees or, (ii) has more than five percent of the voting power of its governing body in the aggregate vested in directors, officers, board members or employees of the District or (b) during the one-year period beginning six months prior to the execution and delivery of the Certificates, (i) the composition of the governing body of which is modified or established to reflect (directly or indirectly) representation of the interests of the District (or there is an agreement, understanding, or arrangement relating to such a modification or establishment during that one-year period) or (ii) the composition of the governing body of the District is modified or established to reflect (directly or indirectly) representation of the interests of such Person (or there is an agreement, understanding, or arrangement relating to such a modification or establishment during that one-year period).

*“Bond Counsel”* means Chapman and Cutler LLP or any other nationally recognized firm of attorneys experienced in the field of municipal bonds whose opinions are generally accepted by purchasers of municipal bonds.

*“Capital Expenditures”* means costs of a type that would be properly chargeable to a capital account under the Code (or would be so chargeable with a proper election) under federal income tax principles if the District were treated as a corporation subject to federal income taxation, taking into account the definition of Placed-in-Service set forth herein.

*“Closing”* means the first date on which the District is receiving the purchase price for the Certificates.

*“Code”* means the Internal Revenue Code of 1986, as amended.

*“Commingled Fund”* means any fund or account containing both Gross Proceeds and an amount in excess of \$25,000 that are not Gross Proceeds if the amounts in the fund or account are invested and accounted for, collectively, without regard to the source of funds deposited in the fund or account. An open-ended regulated investment company under Section 851 of the Code is not a commingled fund.

“*Control*” means the possession, directly or indirectly through others, of either of the following discretionary and non-ministerial rights or powers over another entity:

(a) to approve and to remove without cause a controlling portion of the governing body of a Controlled Entity; or

(b) to require the use of funds or assets of a Controlled Entity for any purpose.

“*Controlled Entity*” means any entity or one of a group of entities that is subject to Control by a Controlling Entity or group of Controlling Entities.

“*Controlled Group*” means a group of entities directly or indirectly subject to Control by the same entity or group of entities, including the entity that has the Control of the other entities.

“*Controlling Entity*” means any entity or one of a group of entities directly or indirectly having Control of any entities or group of entities.

“*Costs of Issuance*” means the costs of issuing the Certificates, including underwriters’ discount and legal fees.

“*De minimis Amount of Original Issue Discount or Premium*” means (a) any original issue discount or premium that does not exceed two percent of the stated redemption price at maturity of the Certificates plus (b) any original issue premium that is attributable exclusively to reasonable underwriter’s compensation.

“*External Commingled Fund*” means a Commingled Fund in which the District and all members of the same Controlled Group as the District own, in the aggregate, not more than ten percent of the beneficial interests.

“*GIC*” means (a) any investment that has specifically negotiated withdrawal or reinvestment provisions and a specifically negotiated interest rate and (b) any agreement to supply investments on two or more future dates (*e.g.*, a forward supply contract).

“*Gross Proceeds*” means amounts in the Certificate Fund and the Project Fund.

“*Net Sale Proceeds*” means amounts actually or constructively received from the sale of the Certificates reduced by any such amounts that are deposited in a reasonably required reserve or replacement fund for the Certificates.

“*Person*” means any entity with standing to be sued or to sue, including any natural person, corporation, body politic, governmental unit, agency, authority, partnership, trust, estate, association, company, or group of any of the above.

*“Placed-in-Service”* means the date on which, based on all facts and circumstances (a) a facility has reached a degree of completion that would permit its operation at substantially its design level and (b) the facility is, in fact, in operation at such level.

*“Private Business Use”* means any use of the Project by any Person other than a state or local government unit, including as a result of (i) ownership, (ii) actual or beneficial use pursuant to a lease or a management, service, incentive payment, research or output contract or (iii) any other similar arrangement, agreement or understanding, whether written or oral, except for use of the Project on the same basis as the general public. Private Business Use includes any formal or informal arrangement with any person other than a state or local governmental unit that conveys special legal entitlements to any portion of the Project that is available for use by the general public or that conveys to any person other than a state or local governmental unit any special economic benefit with respect to any portion of the Project that is not available for use by the general public.

*“Qualified Administrative Costs of Investments”* means (a) reasonable, direct administrative costs (other than carrying costs) such as separately stated brokerage or selling commissions but not legal and accounting fees, recordkeeping, custody and similar costs; or (b) all reasonable administrative costs, direct or indirect, incurred by a publicly offered regulated investment company or an External Commingled Fund.

*“Qualified Tax Exempt Obligations”* means (a) any obligation described in Section 103(a) of the Code, the interest on which is excludable from gross income of the owner thereof for federal income tax purposes and is not an item of tax preference for purposes of the alternative minimum tax imposed by Section 55 of the Code; (b) an interest in a regulated investment company to the extent that at least ninety-five percent of the income to the holder of the interest is interest which is excludable from gross income under Section 103 of the Code of any owner thereof for federal income tax purposes and is not an item of tax preference for purposes of the alternative minimum tax imposed by Section 55 of the Code; and (c) certificates of indebtedness issued by the United States Treasury pursuant to the Demand Deposit State and Local Government Series program described in 31 C.F.R. pt. 344.

*“Rebate Fund”* means the fund, if any, identified and defined in paragraph 4.1 herein.

*“Rebate Provisions”* means the rebate requirements contained in Section 148(f) of the Code and in the Regulations.

*“Regulations”* means United States Treasury Regulations dealing with the tax-exempt bond provisions of the Code.

*“Reimbursed Expenditures”* means expenditures of the District paid prior to Closing to which Sale Proceeds or investment earnings thereon are or will be allocated.

“*Sale Proceeds*” means amounts actually or constructively received from the sale of the Certificates, including (a) amounts used to pay underwriters’ discount or compensation and accrued interest, other than accrued interest for a period not greater than one year before Closing but only if it is to be paid within one year after Closing and (b) amounts derived from the sale of any right that is part of the terms of a Certificate or is otherwise associated with a Certificate (e.g., a redemption right).

“*Yield*” means that discount rate which when used in computing the present value of all payments of principal and interest paid and to be paid on an obligation (using semiannual compounding on the basis of a 360-day year) produces an amount equal to the obligation’s purchase price (or in the case of the Certificates, the issue price as established in paragraph 5.1 hereof), including accrued interest.

“*Yield Reduction Payment*” means a rebate payment or any other amount paid to the United States in the same manner as rebate amounts are required to be paid or at such other time or in such manner as the Internal Revenue Service may prescribe that will be treated as a reduction in Yield of an investment under the Regulations.

2.1. *Purpose of the Certificates.* The Certificates are being issued to finance the Project in a prudent manner consistent with the revenue needs of the District. A breakdown of the sources and uses of funds is set forth in the preceding Section of this Resolution. Except for any accrued interest on the Certificates used to pay first interest due on the Certificates, no proceeds of the Certificates will be used more than 30 days after the date of issue of the Certificates for the purpose of paying any principal or interest on any issue of bonds, notes, certificates or warrants or on any installment contract or other obligation of the District or for the purpose of replacing any funds of the District used for such purpose.

2.2. *The Project – Binding Commitment and Timing.* The District has incurred or will, within six months of the Closing, incur a substantial binding obligation (not subject to contingencies within the control of the District or any member of the same Controlled Group as the District) to a third party to expend at least five percent of the Sale Proceeds on the Project. It is expected that the acquisition of the Project and the expenditure of amounts deposited into the Project Fund will continue to proceed with due diligence through December 4, 2015, at which time it is anticipated that all Sale Proceeds and investment earnings thereon will have been spent.

2.3. *Reimbursement.* None of the Sale Proceeds or investment earnings thereon will be used for Reimbursed Expenditures.

2.4. *Working Capital.* All amounts in the Sale Proceeds Funds will be used, directly or indirectly, to finance Capital Expenditures other than the following:

- (a) an amount not to exceed five percent of the Sale Proceeds for working capital expenditures directly related to Capital Expenditures financed by the Certificates;

(b) payments of interest on the Certificates for a period commencing at Closing and ending on the later of the date three years after Closing or one year after the date on which the Project is Placed-in-Service;

(c) Costs of Issuance and Qualified Administrative Costs of Investments;

(d) payments of rebate or Yield Reduction Payments made to the United States under the Regulations; and

(e) principal of or interest on the Certificates paid from unexpected excess Sale Proceeds and investment earnings thereon.

(f) investment earnings that are commingled with substantial other revenues and are expected to be allocated to expenditures within six months.

2.5. *Consequences of Contrary Expenditure.* The District acknowledges that if amounts in the Sale Proceeds Funds and investment earnings thereon are spent for non-Capital Expenditures other than as permitted by paragraph 2.4 hereof, a like amount of then available funds of the District will be treated as unspent Sale Proceeds.

2.6. *Investment of Certificate Proceeds.* Not more than 50% of the Sale Proceeds and investment earnings thereon are or will be invested in investments (other than Qualified Tax Exempt Obligations) having a Yield that is substantially guaranteed for four years or more. No portion of the Certificates is being issued solely for the purpose of investing a portion of Sale Proceeds or investment earnings thereon at a Yield higher than the Yield on the Certificates.

It is expected that the Sale Proceeds deposited into the Project Fund, including investment earnings on the Project Fund, will be spent to pay costs of the Project and interest on the Certificates not later than the date set forth in paragraph 2.2 hereof, the investment earnings on the Certificate Fund will be spent to pay interest on the Certificates, or to the extent permitted by law, investment earnings on amounts in the Project Fund and the Certificate Fund will be commingled with substantial revenues from the governmental operations of the District, and the earnings are reasonably expected to be spent for governmental purposes within six months of the date earned. Interest earnings on the Project Fund and the Certificate Fund have not been earmarked or restricted by the Board for a designated purpose.

2.7. *No Grants.* None of the Sale Proceeds or investment earnings thereon will be used to make grants to any person.

2.8. *Hedges.* Neither the District nor any member of the same Controlled Group as the District has entered into or expects to enter into any hedge (*e.g.*, an interest rate swap, interest rate cap, futures contract, forward contract or an option) with respect to the Certificates. The District acknowledges that any such hedge could affect, among

other things, the calculation of Certificate Yield under the Regulations. The Internal Revenue Service could recalculate Certificate Yield if the failure to account for the hedge fails to clearly reflect the economic substance of the transaction.

The District also acknowledges that if it acquires a hedging contract with an investment element (including *e.g.*, an off-market swap agreement, or any cap agreement for which all or a portion of the premium is paid at, or before the effective date of the cap agreement), then a portion of such hedging contract may be treated as an investment of Gross Proceeds of the Certificates, and be subject to the fair market purchase price rules, rebate and yield restriction. The District agrees not to use proceeds of the Certificates to pay for any such hedging contract in whole or in part. The District also agrees that it will not give any assurances to any Certificate holder or any other credit or liquidity enhancer with respect to the Certificates that any such hedging contract will be entered into or maintained. The District recognizes that if a portion of a hedging contract is determined to be an investment of gross proceeds, such portion may not be fairly priced even if the hedging contract as a whole is fairly priced.

*2.9. Internal Revenue Service Audits.* The District represents that the Internal Revenue Service has not contacted the District regarding any obligations issued by or on behalf of the District. To the best of the knowledge of the District, no such obligations of the District are currently under examination by the Internal Revenue Service.

*3.1. Use of Proceeds.* (a) The use of the Sale Proceeds and investment earnings thereon and the funds held under this Resolution at the time of Closing are described in the preceding Section of this Resolution. No Sale Proceeds will be used to pre-pay for goods or services to be received over a period of years prior to the date such goods or services are to be received. No Sale Proceeds or any investment earnings thereon will be used to pay for or otherwise acquire goods or services from an Affiliated Person.

(b) Only the funds and accounts described in said Section will be funded at Closing. There are no other funds or accounts created under this Resolution, other than the Rebate Fund if it is created as provided in paragraph 4.2 hereof.

(c) Principal of and interest on the Certificates will be paid from the Certificate Fund.

(d) Any Costs of Issuance incurred in connection with the issuance of the Certificates to be paid by the District will be paid at the time of Closing.

(e) The costs of the Project will be paid from the Project Fund and no other moneys (except for investment earnings on amounts in the Project Fund) are expected to be deposited therein.

*3.2. Purpose of Certificate Fund.* The Certificate Fund will be used primarily to achieve a proper matching of revenues and earnings with principal and interest

payments on the Certificates in each certificate year. It is expected that the Certificate Fund will be depleted at least once a year, except for a reasonable carry over amount the greater of (a) the earnings on the investment of moneys in the Certificate Fund for the immediately preceding bond year or (b) 1/12th of the principal and interest payments on the Certificates for the immediately preceding bond year.

3.3. *No Other Gross Proceeds.* (a) Except for the Certificate Fund and the Project Fund, and except for investment earnings that have been commingled as described in paragraph 2.2 and any credit enhancement or liquidity device related to the Certificates, after the issuance of the Certificates, neither the District nor any member of the same Controlled Group as the District has or will have any property, including cash, securities or any other property held as a passive vehicle for the production of income or for investment purposes, that constitutes:

(i) Sale Proceeds;

(ii) amounts in any fund and account with respect to the Certificates (other than the Rebate Fund);

(iii) amounts that have a sufficiently direct nexus to the Certificates or to the governmental purpose of the Certificates to conclude that the amounts would have been used for that governmental purpose if the Certificates were not used or to be used for that governmental purpose (the mere availability or preliminary earmarking of such amounts for a governmental purpose, however, does not itself establish such a sufficient nexus);

(iv) amounts in a debt service fund, redemption fund, reserve fund, replacement fund or any similar fund to the extent reasonably expected to be used directly or indirectly to pay principal of or interest on the Certificates or any amounts for which there is provided, directly or indirectly, a reasonable assurance that the amount will be available to pay principal of or interest on the Certificates or any obligations under any credit enhancement or liquidity device with respect to the Certificates, even if the District encounters financial difficulties;

(v) any amounts held pursuant to any agreement (such as an agreement to maintain certain levels of types of assets) made for the benefit of the Certificateholders or any credit enhancement provider, including any liquidity device or negative pledge (any amount pledged to pay principal of or interest on an issue held under an agreement to maintain the amount at a particular level for the direct or indirect benefit of Certificateholders or a guarantor of the Certificates); or

(vi) amounts actually or constructively received from the investment and reinvestment of the amounts described in (i) or (ii) above.

(b) No compensating balance, liquidity account, negative pledge of property held for investment purposes required to be maintained at least at a particular level or similar arrangement exists with respect to, in any way, the Certificates or any credit enhancement or liquidity device related to the Certificates.

(c) The term of the Certificates is not longer than is reasonably necessary for the governmental purposes of the Certificates. The average reasonably expected economic life of the Project is at least 20 years. The weighted average maturity of the Certificates does not exceed 2 years and does not exceed 120 percent of the average reasonably expected economic life of the Project. The maturity schedule of the Certificates (the "*Principal Payment Schedule*") is based on an analysis of revenues expected to be available to pay debt service on the Certificates. The Principal Payment Schedule is not more rapid (*i.e.*, having a lower average maturity) because a more rapid schedule would place an undue burden on tax rates and cause such rates to be increased beyond prudent levels, and would be inconsistent with the governmental purpose of the Certificates as set forth in paragraph 2.1 hereof.

4.1. *Compliance with Rebate Provisions.* The District covenants to take such actions and make, or cause to be made, all calculations, transfers and payments that may be necessary to comply with the Rebate Provisions applicable to the Certificates. The District will make, or cause to be made, rebate payments with respect to the Certificates in accordance with law.

4.2. *Rebate Fund.* The District is hereby authorized to create and establish a special fund to be known as the Rebate Fund (the "*Rebate Fund*"), which, if created, shall be continuously held, invested, expended and accounted for in accordance with this Resolution. Moneys in the Rebate Fund shall not be considered moneys held for the benefit of the owners of the Certificates. Except as provided in the Regulations, moneys in the Rebate Fund (including earnings and deposits therein) shall be held in trust for payment to the United States as required by the Rebate Provisions and by the Regulations and as contemplated under the provisions of this Resolution.

4.3. *Records.* The District agrees to keep and retain or cause to be kept and retained for the period described in paragraph 7.9 adequate records with respect to the investment of all Gross Proceeds and amounts in the Rebate Fund. Such records shall include: (a) purchase price; (b) purchase date; (c) type of investment; (d) accrued interest paid; (e) interest rate; (f) principal amount; (g) maturity date; (h) interest payment date; (i) date of liquidation; and (j) receipt upon liquidation.

If any investment becomes Gross Proceeds on a date other than the date such investment is purchased, the records required to be kept shall include the fair market value of such investment on the date it becomes Gross Proceeds. If any investment is retained after the date the last Certificate is retired, the records required to be kept shall include the fair market value of such investment on the date the last Certificate is retired. Amounts or investments will be segregated whenever necessary to maintain these records.

4.4. *Fair Market Value; Certificates of Deposit and Investment Agreements.*

The District will continuously invest all amounts on deposit in the Rebate Fund, together with the amounts, if any, to be transferred to the Rebate Fund, in any investment permitted under this Resolution. In making investments of Gross Proceeds or of amounts in the Rebate Fund the District shall take into account prudent investment standards and the date on which such moneys may be needed. Except as provided in the next sentence, all amounts that constitute Gross Proceeds and all amounts in the Rebate Fund shall be invested at all times to the greatest extent practicable, and no amounts may be held as cash or be invested in zero yield investments other than obligations of the United States purchased directly from the United States. In the event moneys cannot be invested, other than as provided in this sentence due to the denomination, price or availability of investments, the amounts shall be invested in an interest bearing deposit of a bank with a yield not less than that paid to the general public or held uninvested to the minimum extent necessary.

Gross Proceeds and any amounts in the Rebate Fund that are invested in certificates of deposit or in GICs shall be invested only in accordance with the following provisions:

(a) Investments in certificates of deposit of banks or savings and loan associations that have a fixed interest rate, fixed payment schedules and substantial penalties for early withdrawal shall be made only if either (i) the Yield on the certificate of deposit (A) is not less than the Yield on reasonably comparable direct obligations of the United States and (B) is not less than the highest Yield that is published or posted by the provider to be currently available from the provider on reasonably comparable certificates of deposit offered to the public or (ii) the investment is an investment in a GIC and qualifies under paragraph (b) below.

(b) Investments in GICs shall be made only if

(i) the bid specifications are in writing, include all material terms of the bid and are timely forwarded to potential providers (a term is material if it may directly or indirectly affect the yield on the GIC);

(ii) the terms of the bid specifications are commercially reasonable (a term is commercially reasonable if there is a legitimate business purpose for the term other than to reduce the yield on the GIC);

(iii) all bidders for the GIC have equal opportunity to bid so that, for example, no bidder is given the opportunity to review other bids (a last look) before bidding;

(iv) any agent used to conduct the bidding for the GIC does not bid to provide the GIC;

(v) at least three of the providers solicited for bids for the GIC are reasonably competitive providers of investments of the type purchased (*i.e.*, providers that have established industry reputations as competitive providers of the type of investments being purchased);

(vi) at least three of the entities that submit a bid do not have a financial interest in the Certificates;

(vii) at least one of the entities that provided a bid is a reasonably competitive provider that does not have a financial interest in the Certificates;

(viii) the bid specifications include a statement notifying potential providers that submission of a bid is a representation that the potential provider did not consult with any other provider about its bid, that the bid was determined without regard to any other formal or informal agreement that the potential provider has with the District or any other person (whether or not in connection with the Certificates) and that the bid is not being submitted solely as a courtesy to the District or any other person for purposes of satisfying the federal income tax requirements relating to the bidding for the GIC;

(ix) the determination of the terms of the GIC takes into account the reasonably expected deposit and drawdown schedule for the amounts to be invested;

(x) the highest-yielding GIC for which a qualifying bid is made (determined net of broker's fees) is in fact purchased; and

(xi) the obligor on the GIC certifies the administrative costs that it is paying or expects to pay to third parties in connection with the GIC.

(c) If a GIC is purchased, the District will retain the following records with its bond documents until three years after the Certificates are redeemed in their entirety:

(i) a copy of the GIC;

(ii) the receipt or other record of the amount actually paid for the GIC, including a record of any administrative costs paid, and the certification under subparagraph (b)(xi) of this paragraph;

(iii) for each bid that is submitted, the name of the person and entity submitting the bid, the time and date of the bid, and the bid results; and

(iv) the bid solicitation form and, if the terms of the GIC deviated from the bid solicitation form or a submitted bid is modified, a brief statement explaining the deviation and stating the purpose for the deviation.

Moneys to be rebated to the United States shall be invested to mature on or prior to the anticipated rebate payment date. All investments made with Gross Proceeds or amounts in the Rebate Fund shall be bought and sold at fair market value. The fair market value of an investment is the price at which a willing buyer would purchase the investment from a willing seller in a bona fide, arm's length transaction. Except for investments specifically described in this Section and United States Treasury obligations that are purchased directly from the United States Treasury, only investments that are traded on an established securities market, within the meaning of regulations promulgated under Section 1273 of the Code, will be purchased with Gross Proceeds. In general, an "established securities market" includes: (i) property that is listed on a national securities exchange, an interdealer quotation system or certain foreign exchanges; (ii) property that is traded on a Commodities Futures Trading Commission designated board of trade or an interbank market; (iii) property that appears on a quotation medium; and (iv) property for which price quotations are readily available from dealers and brokers. A debt instrument is not treated as traded on an established market solely because it is convertible into property which is so traded.

An investment of Gross Proceeds in an External Commingled Fund shall be made only to the extent that such investment is made without an intent to reduce the amount to be rebated to the United States Government or to create a smaller profit or a larger loss than would have resulted if the transaction had been at arm's length and had the rebate or Yield restriction requirements not been relevant to the District. An investment of Gross Proceeds shall be made in a Commingled Fund other than an External Commingled Fund only if the investments made by such Commingled Fund satisfy the provisions of this paragraph.

A single investment, or multiple investments awarded to a provider based on a single bid may not be used for funds subject to different rules relating to rebate or yield restriction.

The foregoing provisions of this paragraph satisfy various safe harbors set forth in the Regulations relating to the valuation of certain types of investments. The safe harbor provisions of this paragraph are contained herein for the protection of the District, who has covenanted not to take any action to adversely affect the tax-exempt status of the interest on the Certificates. The District will contact Bond Counsel if it does not wish to comply with the provisions of this paragraph and forego the protection provided by the safe harbors provided herein.

*4.5. Arbitrage Elections.* The Chair, Secretary and Treasurer of the Board are hereby authorized to execute one or more elections regarding certain matters with respect to arbitrage.

4.6. *Small Issuer Exception.* The District is a governmental unit that has the power to impose a tax or to cause another entity to impose a tax of general applicability that, when collected, may be used for the governmental purposes of the District. The power to impose such tax is not contingent on approval by another governmental unit; a tax of general applicability is one that is not limited to a small number of persons. The District is not subject to Control by any other governmental unit or political subdivision. None of the Certificates is or will be a “private activity bond” (as defined in Section 141 of the Code). Ninety-five percent or more of the Sale Proceeds and investment earnings thereon will be used for local governmental activities of the District. None of the District, any entity that issues tax-exempt bonds, qualified tax credit bonds or direct pay bonds on behalf of the District or any entity subject to Control by the District will issue, during the calendar year 2012, any tax-exempt bonds (other than current refunding bonds to the extent of the aggregate face amount of the tax-exempt bonds being currently refunded thereby), qualified tax credit bonds or direct pay bonds in an aggregate face amount in excess of the *maximum aggregate face amount* (as hereinafter defined). As used herein, (a) “*tax-exempt bonds*” means obligations of any kind, the interest on which is excludable from gross income of the holders or owners thereof for federal income tax purposes pursuant to Section 103 of the Code but not including (i) “private activity bonds” (as defined in Section 141 of the Code) or (ii) obligations issued to refund another obligation if it is issued not more than 90 days before the redemption of the refunded obligation to the extent the amount of the refunding obligation does not exceed the outstanding amount of the refunded obligation, (b) “*aggregate face amount*” means, if an issue has more than a De minimis Amount of Original Issue Discount or Premium, the issue price of the issue and otherwise means the principal amount of the issue, (c) “*maximum aggregate face amount*” means, the sum of (i) \$5,000,000 and (ii) the aggregate face amount of bonds issued during the calendar year that are allocable to financing construction expenditures for public school facilities, but in no event can the *maximum aggregate face amount* exceed \$10,000,000, (d) “*qualified tax credit bonds*” means any qualified tax credit bond (as defined in Section 54A(d) of the Code) or any “build America bond” that is not a qualified bond under Section 6431 of the Code and (e) “*direct pay bonds*” means any bond treated as a qualified bond as defined in Section 6431 of the Code. As of the date hereof, no tax-exempt bonds, qualified tax credit bonds, direct pay bonds or other obligations subject to arbitrage restrictions (other than the Certificates) have been issued by the District, any entity that issues bonds on behalf of the District or any entity subject to Control by the District during the calendar year 2012. The District does not reasonably expect that it, any entity that issues bonds on behalf of the District or any entity subject to Control by the District (including but not limited to the District) will issue any tax-exempt bonds, qualified tax credit bonds, direct pay bonds or other obligations subject to arbitrage restrictions within calendar year 2012. Therefore, subject to compliance with all the terms and provisions hereof, the District is excepted from the required rebate of arbitrage profits on the Certificates under Section 148(f)(4)(D) of the Code and from the terms and provisions of this Resolution that need only be complied with if the District is subject to the arbitrage rebate requirement.

5.1. *Issue Price.* For purposes of determining the Yield on the Certificates, the purchase price of the Certificates is equal to the price being paid to the District by the Purchaser. The Purchaser is buying the Certificates as an investment for its own account with no intention to resell the Certificates. The purchase price of each of the Certificates is not less than the fair market value of the Certificate as of the date the Purchaser agreed to buy the Certificates.

5.2. *Yield Limits.* Except as provided in paragraph (a) or (b), all Gross Proceeds shall be invested at market prices and at a Yield (after taking into account any Yield Reduction Payments) not in excess of the Yield on the Certificates plus, if only amounts in the Project Fund are subject to this yield limitation, 1/8th of one percent.

The following may be invested without Yield restriction:

(a)(i) amounts on deposit in the Certificate Fund (except for capitalized interest) that have not been on deposit under this Resolution for more than 13 months, so long as the Certificate Fund continues to qualify as a bona fide debt service fund as described in paragraph 3.2 hereof;

(ii) amounts on deposit in the Project Fund that are reasonably expected to pay for the costs of the Project, costs of issuance of the Certificates, or interest on the Certificates during the three year period beginning on the date of issue of the Certificates prior to three years after Closing;

(iii) amounts in the Certificate Fund to be used to pay capitalized interest on the Certificates prior to the earlier of three years after Closing or the payment of all capitalized interest;

(b)(i) An amount not to exceed the lesser of \$100,000 or five percent of the Sale Proceeds;

(ii) amounts invested in Qualified Tax Exempt Obligations (to the extent permitted by law and this Resolution);

(iii) amounts in the Rebate Fund;

(iv) all amounts other than Sale Proceeds for the first 30 days after they become Gross Proceeds; and

(v) all amounts derived from the investment of Sale Proceeds or investment earnings thereon for a period of one year from the date received.

5.3. *Continuing Nature of Yield Limits.* Except as provided in paragraph 7.10 hereof, once moneys are subject to the Yield limits of paragraph 5.2 hereof, such moneys remain Yield restricted until they cease to be Gross Proceeds.

5.4. *Federal Guarantees.* Except for investments meeting the requirements of paragraph 5.2(a) hereof, investments of Gross Proceeds shall not be made in (a) investments constituting obligations of or guaranteed, directly or indirectly, by the United States (except obligations of the United States Treasury, or investments in obligations issued pursuant to Section 21B(d)(3) of the Federal Home Loan Bank, as amended (*e.g.*, Refcorp Strips)); or (b) federally insured deposits or accounts (as defined in Section 149(b)(4)(B) of the Code). Except as otherwise permitted in the immediately prior sentence and in the Regulations, no portion of the payment of principal or interest on the Certificates or any credit enhancement or liquidity device relating to the foregoing is or will be guaranteed, directly or indirectly (in whole or in part), by the United States (or any agency or instrumentality thereof), including a lease, incentive payment, research or output contract or any similar arrangement, agreement or understanding with the United States or any agency or instrumentality thereof. No portion of the Gross Proceeds has been or will be used to make loans the payment of principal or interest with respect to which is or will be guaranteed (in whole or in part) by the United States (or any agency or instrumentality thereof). Neither this paragraph nor paragraph 5.5 hereof applies to any guarantee by the Federal Housing Administration, the Federal National Mortgage Association, the Federal Home Loan Mortgage Corporation, the Government National Mortgage Association, the Student Loan Marketing Association or the Bonneville Power Administration pursuant to the Northwest Power Act (16 U.S.C. 839d) as in effect on the date of enactment of the Tax Reform Act of 1984.

5.5. *Investments After the Expiration of Temporary Periods, Etc.* After the expiration of the temporary period set forth in paragraph 5.2(a)(ii) hereof, amounts in the Project Fund may not be invested in (i) federally insured deposits or accounts (as defined in Section 149(b)(4)(B) of the Code) or (ii) investments constituting obligations of or guaranteed, directly or indirectly, by the United States (except obligations of the United States Treasury or investments in obligations issued pursuant to Section 21B(d)(3) of the Federal Home Loan Bank Act, as amended (*e.g.*, Refcorp Strips). Any other amounts that are subject to the yield limitation in paragraph 5.2 hereof because paragraph 5.2(a) hereof is not applicable and amounts not subject to yield restriction only because they are described in paragraph 5.2(b) hereof, are also subject to the limitation set forth in the preceding sentence.

6.1. *Payment and Use Tests.* (a) No more than five percent of the Sale Proceeds plus investment earnings thereon will be used, directly or indirectly, in whole or in part, in any Private Business Use. The District acknowledges that, for purposes of the preceding sentence, Gross Proceeds used to pay costs of issuance and other common costs (such as capitalized interest and fees paid for a qualified guarantee or qualified hedge) or invested in a reserve or replacement fund must be ratably allocated among all the purposes for which Gross Proceeds are being used.

(b) The payment of more than five percent of the principal of or the interest on the Certificates will not be, directly or indirectly (i) secured by any interest in (A) property used or to be used in any Private Business Use or (B) payments in respect of such property or (ii) on a present value basis, derived from payments (whether or not to

the District or a member of the same Controlled Group as the District) in respect of property, or borrowed money, used or to be used in any Private Business Use.

(c) No more than the lesser of five percent of the sum of the Sale Proceeds and investment earnings thereon or \$5,000,000 will be used, directly or indirectly, to make or finance loans to any persons. The District acknowledges that, for purposes of the preceding sentence, Gross Proceeds used to pay costs of issuance and other common costs (such as capitalized interest and fees paid for a qualified guarantee or qualified hedge) or invested in a reserve or replacement fund must be ratably allocated among all the purposes for which Gross Proceeds are being used.

(d) No user of the Project other than a state or local governmental unit will use more than five percent of the Project, in the aggregate, on any basis other than the same basis as the general public.

6.2. *I.R.S. Form 8038-G.* The information contained in the Information Return for Tax-Exempt Governmental Obligations, Form 8038-G, is true and complete. The District will file Form 8038-G (and all other required information reporting forms) in a timely manner.

6.3. *Bank Qualification.* (a) The District hereby designates each of the Certificates as a “qualified tax-exempt obligation” for the purposes and within the meaning of Section 265(b)(3) of the Code. In support of such designation, the District hereby certifies that (i) none of the Certificates will be at anytime a “private activity bond” (as defined in Section 141 of the Code), (ii) as of the date hereof in calendar year 2012, other than the Certificates, no tax-exempt obligations of any kind have been issued (x) by or on behalf of the District, (y) by other issuers any of the proceeds of which have been or will be used to make any loans to the District or (z) any portion of which has been allocated to the District for purposes of Section 265(b) of the Code and (iii) not more than \$10,000,000 of obligations of any kind (including the Certificates) issued (x) by or on behalf of the District, (y) by other issuers any of the proceeds of which have been or will be used to make any loans to the District or (z) any portion of which has been allocated to the District for purposes of Section 265(b) of the Code during calendar year 2012 will be designated for purposes of Section 265(b)(3) of the Code.

(b) The District is not subject to Control by any entity, and there are no entities subject to Control by the District.

(c) On the date hereof, the District does not reasonably anticipate that for calendar year 2012 it will issue, have another entity issue on behalf of the District, borrow the proceeds of or have allocated to the District for purposes of Section 265(b) of the Code more than \$10,000,000 Section 265 Tax-Exempt Obligations (including the Certificates). “Section 265 Tax-Exempt Obligations” are obligations the interest on which is excludable from gross income of the owners thereof under Section 103 of the Code, except for private activity bonds other than qualified 501(c)(3) bonds, both as defined in Section 141 of the Code. The District will not, in calendar year 2012 issue,

permit the issuance on behalf of it or by any entity subject to Control by the District (which may hereafter come into existence), borrow the proceeds of or have allocated to it for purposes of Section 265(b) of the Code Section 265 Tax-Exempt Obligations (including the Certificates) that exceed the aggregate amount of \$10,000,000 during calendar year 2012 unless it first obtains an opinion of Bond Counsel to the effect that such issuance, borrowing or allocation will not adversely affect the treatment of the Certificates as “qualified tax-exempt obligations” for the purpose and within the meaning of Section 265(b)(3) of the Code.

(d) The Certificates have not been sold in conjunction with any other obligation.

7.1. *Termination; Interest of District in Rebate Fund.* The terms and provisions set forth in this Section shall terminate at the later of (a) 75 days after the Certificates have been fully paid and retired or (b) the date on which all amounts remaining on deposit in the Rebate Fund, if any, shall have been paid to or upon the order of the United States and any other payments required to satisfy the Rebate Provisions of the Code have been made to the United States. Notwithstanding the foregoing, the provisions of paragraphs 4.3, 4.4(c) and 7.9 hereof shall not terminate until the third anniversary of the date the Certificates are fully paid and retired.

7.2. *Separate Issue.* Since a date that is 15 days prior to the date of sale of the Certificates by the District to the Purchaser, neither the District nor any member of the same Controlled Group as the District has sold or delivered any tax-exempt obligations other than the Certificates that are reasonably expected to be paid out of substantially the same source of funds as the Certificates. Neither the District nor any member of the same Controlled Group as the District will sell or deliver within 15 days after the date of sale of the Certificates any tax-exempt obligations other than the Certificates that are reasonably expected to be paid out of substantially the same source of funds as the Certificates.

7.3. *No Sale of the Project.* (a) Other than as provided in the next sentence, neither the Project nor any portion thereof has been, is expected to be, or will be sold or otherwise disposed of, in whole or in part, prior to the earlier of (i) the last date of the reasonably expected economic life to the District of the property (determined on the date of issuance of the Certificates) or (ii) the last maturity date of the Certificates. The District may dispose of personal property in the ordinary course of an established government program prior to the earlier of (i) the last date of the reasonably expected economic life to the District of the property (determined on the date of issuance of the Certificates) or (ii) the last maturity of the Certificates, provided: (A) the weighted average maturity of the Certificates financing the personal property is not greater than 120 percent of the reasonably expected actual use of that property for governmental purposes; (B) the District reasonably expects on the issue date that the fair market value of that property on the date of disposition will be not greater than 25 percent of its cost; (C) the property is no longer suitable for its governmental purposes on the date of disposition; and (D) the District deposits amounts received from the disposition in a

commingled fund with substantial tax or other governmental revenues and the District reasonably expects to spend the amounts on governmental programs within six months from the date of the commingling.

(b) The District acknowledges that if Certificate-financed property is sold or otherwise disposed of in a manner contrary to (a) above, such sale or disposition may constitute a “deliberate action” within the meaning of the Regulations that may require remedial actions to prevent the Certificates from becoming private activity bonds. The District shall promptly contact Bond Counsel if a sale or other disposition of bond-financed property is considered by the District.

7.4. *Purchase of Certificates by District.* The District will not purchase any of the Certificates except to cancel such Certificates.

7.5. *Final Maturity.* The period between the date of Closing and the final maturity of the Certificates is not more than 10-1/2 years.

7.6. *Registered Form.* The District recognizes that Section 149(a) of the Code requires the Certificates to be issued and to remain in fully registered form in order that interest thereon be exempt from federal income taxation under laws in force at the time the Certificates are delivered. In this connection, the District agrees that it will not take any action to permit the Certificates to be issued in, or converted into, bearer or coupon form.

7.7. *First Amendment.* The District acknowledges and agrees that it will not use, or allow the Project to be used, in a manner which is prohibited by the Establishment of Religion Clause of the First Amendment to the Constitution of the United States of America or by any comparable provisions of the Constitution of the State of Illinois.

7.8. *Future Events.* The District acknowledges that any changes in facts or expectations from those set forth herein may result in different Yield restrictions or rebate requirements from those set forth herein. The District shall promptly contact Bond Counsel if such changes do occur.

7.9. *Records Retention.* The District agrees to keep and retain or cause to be kept and retained sufficient records to support the continued exclusion of the interest paid on the Certificates from federal income taxation, to demonstrate compliance with the covenants in this Resolution and to show that all tax-exempt Certificate related returns submitted to the Internal Revenue Service are correct and timely filed. Such records shall include, but are not limited to, basic records relating to the Certificate transaction (including this Resolution and the Bond Counsel opinion); documentation evidencing the expenditure of Certificate proceeds; documentation evidencing the use of Certificate-financed property by public and private entities (*i.e.*, copies of leases, management contracts and research agreements); documentation evidencing all sources of payment or security for the Certificates; and documentation pertaining to any investment of Certificate proceeds (including the information required under paragraphs 4.3 and 4.4

hereof and in particular information related to the purchase and sale of securities, SLGs subscriptions, yield calculations for each class of investments, actual investment income received from the investment of proceeds, guaranteed investment contracts and documentation of any bidding procedure related thereto and any fees paid for the acquisition or management of investments and any rebate calculations). Such records shall be kept for as long as the Certificates are outstanding, plus three (3) years after the later of the final maturity date of the Certificates or the final maturity date of any obligations or series of obligations issued to refund directly or indirectly all or a portion of the Certificates.

7.10. *Permitted Changes; Opinion of Bond Counsel.* The Yield restrictions contained in paragraph 5.2 hereof or any other restriction or covenant contained herein need not be observed or may be changed if such nonobservance or change will not result in the loss of any exemption for the purpose of federal income taxation to which interest on the Certificates is otherwise entitled and the District receives an opinion of Bond Counsel to such effect. Unless the District otherwise directs, such opinion shall be in such form and contain such disclosures and disclaimers as may be required so that such opinion will not be treated as a covered opinion or a state or local bond opinion for purposes of Treasury Department regulations governing practice before the Internal Revenue Service (Circular 230) 31 C.F.R. pt. 10.

7.11. *Successors and Assigns.* The terms, provisions, covenants and conditions of this Section shall bind and inure to the benefit of the respective successors and assigns of the Board and the District.

7.12. *Expectations.* The Board has reviewed the facts, estimates and circumstances in existence on the date of issuance of the Certificates. Such facts, estimates and circumstances, together with the expectations of the District as to future events, are set forth in summary form in this Section. Such facts and estimates are true and are not incomplete in any material respect. On the basis of the facts and estimates contained herein, the District has adopted the expectations contained herein. On the basis of such facts, estimates, circumstances and expectations, it is not expected that Sale Proceeds, investment earnings thereon or any other moneys or property will be used in a manner that will cause the Certificates to be arbitrage bonds within the meaning of the Rebate Provisions and the Regulations. Such expectations are reasonable and there are no other facts, estimates and circumstances that would materially change such expectations.

The District also agrees and covenants with the purchasers and holders of the Certificates from time to time outstanding that, to the extent possible under Illinois law, it will comply with whatever federal tax law is adopted in the future which applies to the Certificates and affects the tax-exempt status of the Certificates.

The Board hereby authorizes the officials of the District responsible for issuing the Certificates, the same being the Chair and Secretary of the Board and the Treasurer, to make such further covenants and certifications as may be necessary to assure that the use thereof will not cause the Certificates to be arbitrage bonds and to assure that the interest on the Certificates will be exempt from federal income taxation. In connection therewith, the District and the Board further agree: (a) through their officers, to make such further specific covenants, representations as shall be truthful, and assurances as may be necessary or advisable; (b) to consult with counsel approving the Certificates and to comply with such advice as may be given; (c) to pay to the United States, as necessary, such sums of money representing required rebates of excess arbitrage profits relating to the Certificates; (d) to file such forms, statements, and supporting documents as may be required and in a timely manner; and (e) if deemed necessary or advisable by their officers, to employ and pay fiscal agents, financial advisors, attorneys, and other persons to assist the District in such compliance.

*Section 14. List of Certificateholders.* The Certificate Registrar shall maintain a list of the names and addresses of the holders of all Certificates and upon any transfer shall add the name and address of the new Certificateholder and eliminate the name and address of the transferor Certificateholder.

*Section 15. Duties of Certificate Registrar.* If requested by the Certificate Registrar, the Chair and Secretary of the Board are authorized to execute the Certificate Registrar's standard form of agreement between the District and the Certificate Registrar with respect to the obligations and duties of the Certificate Registrar hereunder which may include the following:

- (a) to act as certificate registrar, authenticating agent, paying agent and transfer agent as provided herein;
- (b) to maintain a list of Certificateholders as set forth herein and to furnish such list to the District upon request, but otherwise to keep such list confidential;

- (c) to give notice of redemption of Certificates as provided herein;
- (d) to cancel and/or destroy Certificates which have been paid at maturity or upon earlier redemption or submitted for exchange or transfer;
- (e) to furnish the District at least annually a certificate with respect to Certificates cancelled and/or destroyed; and
- (f) to furnish the District at least annually an audit confirmation of Certificates paid, Certificates outstanding and payments made with respect to interest on the Certificates.

*Section 16. Record-Keeping Policy and Post-Issuance Compliance Matters.* It is necessary and in the best interest of the District to maintain sufficient records to demonstrate compliance with its covenants and expectations to ensure the appropriate federal tax status for the Bonds and other debt obligations of the District, the interest on which is excludable from “gross income” for federal income tax purposes (including the Bonds, the “*Tax-Exempt Obligations*”). Further, it is necessary and in the best interest of the District that (i) the Board adopt policies with respect to record-keeping and (ii) the Compliance Officer (as hereinafter defined) shall at least annually review the District’s Contracts (as hereinafter defined) to determine whether the Tax-Exempt Obligations comply with the federal tax requirements applicable to each issue of the Tax-Exempt Obligations.

(a) *Compliance Officer Is Responsible for Records.* The Controller of the District (the “*Compliance Officer*”) is hereby designated as the keeper of all records of the District with respect to each issue of the Tax-Exempt Obligations, and such officer shall report to the Board at least annually that he/she has all of the required records in his/her possession, or is taking appropriate action to obtain or recover such records.

(b) *Closing Transcripts.* For each issue of Tax-Exempt Obligations, the Compliance Officer shall receive, and shall keep and maintain, a true, correct and complete counterpart of each and every document and agreement delivered in connection with the issuance of the Tax-Exempt Obligations, including without limitation (i) the proceedings of the District authorizing the Tax-Exempt Obligations, (ii) any offering document with respect to the offer and sale of the Tax-Exempt Obligations, (iii) any legal opinions with respect to the Tax-Exempt Obligations delivered by any lawyers, and (iv) all written representations of any person delivered in connection with the issuance and initial sale of the Tax-Exempt Obligations.

(c) *Arbitrage Rebate Liability.* The Compliance Officer shall review the agreements of the District with respect to each issue of Tax-Exempt Obligations and shall prepare a report for the Board stating whether or not the District has any rebate liability to the U.S. Treasury, and setting forth any applicable exemptions that each issue of Tax-Exempt Obligations may have from rebate liability. Such report shall be updated annually and delivered to the Board.

(d) *Recommended Records.* The Compliance Officer shall review the records related to each issue of Tax-Exempt Obligations and shall determine what requirements the District must meet in order to maintain the tax-exemption of interest paid on the Tax-Exempt Obligations. The Compliance Officer shall then prepare a list of the contracts, requisitions, invoices, receipts and other information that may be needed in order to establish that the interest paid on the Tax-Exempt Obligations is entitled to be excluded from “gross income” for federal income tax purposes. Notwithstanding any other policy of the District, such retained records shall be kept for as long as the Tax-Exempt Obligations relating to such records (and any obligations issued to refund the Tax-Exempt Obligations) are outstanding, plus three years, and shall at least include:

(i) complete copies of the bond transcripts delivered when any issue of Tax-Exempt Obligations is initially issued and sold;

(ii) copies of account statements showing the disbursements of all bond proceeds for their intended purposes;

(iii) copies of account statements showing all investment activity of any and all accounts in which the proceeds of any issue of Tax-Exempt Obligations has been held;

(iv) copies of all bid requests and bid responses used in the acquisition of any special investments used for the proceeds of any issue of Tax-Exempt Obligations, including any swaps, swaptions, or other financial derivatives entered into in order to establish that such instruments were purchased at *fair market value*;

(v) copies of any subscriptions to the U.S. Treasury for the purchase of State and Local Government Series (SLGS) obligations;

(vi) any calculations of liability for *arbitrage rebate* that is or may become due with respect to any issue of Tax-Exempt Obligations, and any calculations prepared to show that no arbitrage rebate is due, together, if applicable, with account statements or cancelled checks showing the payment of any rebate amounts to the U.S. Treasury together with any applicable IRS Form 8038-T; and

(vii) copies of all contracts and agreements of the District, including any leases (the “*Contracts*”), with respect to the use of any property owned by

the District and acquired or financed with the proceeds of the Tax-Exempt Obligations, any part of which property is used by a private person at any time when such Tax-Exempt Obligations are or have been outstanding.

(e) *IRS Examination.* In the event the IRS commences an examination of any issue of Tax-Exempt Obligations, the Compliance Officer shall inform the Board of such event, and is authorized to respond to inquiries of the IRS, and to hire outside, independent professional counsel to assist in the response to the examination.

(f) *Annual Review.* The Compliance Officer shall conduct an annual review of the Contracts and other records to determine for each issue of Tax-Exempt Obligations then outstanding whether each such issue complies with the federal tax requirements applicable to such issue, including restrictions on private business use, private payments and private loans. The Compliance Officer is expressly authorized, without further official action of the Board, to hire outside, independent professional counsel to assist in such review. To the extent that any violations or potential violations of federal tax requirements are discovered incidental to such review, the Compliance Officer may make recommendations or take such actions as the Compliance Officer shall reasonably deem necessary to assure the timely correction of such violations or potential violations through remedial actions described in the United States Treasury Regulations, or the Tax Exempt Bonds Voluntary Closing Agreement Program described in Treasury Notice 2009-31 or similar program instituted by the IRS.

(g) *Training.* The Compliance Officer shall undertake to maintain reasonable levels of knowledge concerning the rules related to tax-exempt bonds (and build America bonds and tax credit bonds to the extent the District has outstanding build America bonds or tax-credit bonds) so that such officer may fulfill the duties described in this Section. The Compliance Officer may consult with counsel, attend conferences and presentations of trade groups, read materials posted on various web sites, including the web site of the Tax-Exempt Bond function of the IRS, and use other means to maintain such knowledge. Recognizing that the Compliance Officer may not be fully knowledgeable in this area, the Compliance Officer may consult with outside counsel, consultants and experts to assist him or her in exercising his or her duties hereunder. The Compliance Officer will endeavor to make sure that the District's staff is aware of the need for continuing compliance. The Compliance Officer will provide copies of this Resolution and the Tax Exemption Certificate and Agreement or other applicable tax documents for each series of Tax-Exempt Obligations then currently outstanding (the "*Tax Agreements*") to staff members who may be responsible for taking actions described in such documents. The Compliance Officer will review this Resolution and each of the Tax Agreements periodically to determine if there are portions that need further explanation and, if so, will attempt to obtain such explanation from counsel or from other experts, consultants or staff.

(h) *Amendment and Waiver.* The District may amend this Section and any provision of this Section may be waived, without the consent of the holders of any Tax-Exempt Obligations and as authorized by passage of a resolution by the Board.

*Section 17. Severability.* If any section, paragraph, clause 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.

*Section 18. Repeal.* All resolutions or parts thereof in conflict herewith be and the same are hereby repealed, and this Resolution shall be in full force and effect forthwith upon its adoption.

Adopted November 14, 2012.

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Chair, Board of Trustees

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Secretary, Board of Trustees

**EXHIBIT 1**

**WORK CONTRACTS**

Member \_\_\_\_\_ moved and Member \_\_\_\_\_  
seconded the motion that said resolution as presented and read by title be adopted.

After a full discussion thereof, the Chair directed that the roll be called for a vote upon the motion to adopt said resolution.

Upon the roll being called, the following members voted AYE: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

The following members voted NAY: \_\_\_\_\_

Whereupon the Chair declared the motion carried and said resolution adopted, approved and signed the same in open meeting and directed the Secretary to record the same in the records of the Board of Trustees of Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois, which was done.

Other business not pertinent to the adoption of said resolution was duly transacted at the meeting.

Upon motion duly made, seconded and carried, the meeting was adjourned.

\_\_\_\_\_  
Secretary, Board of Trustees

STATE OF ILLINOIS     )  
  ) SS  
COUNTY OF COOK     )

**CERTIFICATION OF MINUTES AND RESOLUTION**

I, the undersigned, do hereby certify that I am the duly qualified and acting Secretary of the Board of Trustees of Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois (the “Board”), and as such official I am the keeper of the records and files of the Board.

I do further certify that the foregoing constitutes a full, true and complete transcript of the minutes of the meeting of the Board held on the 14th day of November, 2012, insofar as same relates to the adoption of a resolution entitled:

RESOLUTION authorizing and providing for an Installment Purchase Agreement for the purpose of paying the cost of purchasing real or personal property, or both, in and for Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois, and authorizing and providing for the issue of \$4,885,000 General Obligation Debt Certificates (Limited Tax), Series 2012, of said Community College District evidencing the rights to payment under such Agreement, prescribing the details of the Agreement and Certificates, and providing for the security for and means of payment under the Agreement of the Certificates.

a true, correct and complete copy of which said resolution as adopted at said meeting appears in the foregoing transcript of the minutes of said meeting.

I do further certify that the deliberations of the Board on the adoption of said resolution were conducted openly, that the vote on the adoption of said resolution was taken openly, that said meeting was called and held at a specified time and place convenient to the public, that notice of said meeting was duly given to all of the news media requesting such notice, that an agenda for said meeting was posted at the location where said meeting was held and at the principal office of the Board at least 120 hours in advance of the holding of said meeting, that a true, correct and complete copy of said agenda as so posted is attached hereto as *Exhibit A*, that said meeting was called and held in strict compliance with the provisions of the Open Meetings Act of the State of Illinois, as amended, and with the provisions of the Public Community College Act of the State of Illinois, as amended, and that the Board has complied with all of the provisions of said Acts and with all of the procedural rules of the Board.

IN WITNESS WHEREOF, I hereunto affix my official signature, this 14th day of November, 2012.

\_\_\_\_\_  
Secretary, Board of Trustees

STATE OF ILLINOIS     )  
  ) SS  
COUNTY OF COOK     )

**FILING CERTIFICATE**

We, the undersigned, do hereby certify that we are, respectively, the duly qualified and acting Secretary of the Board of Trustees (the “Board”) of Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois (the “District”), and School Treasurer of the Board, respectively, and as such officers we do hereby certify that on the \_\_\_\_ day of \_\_\_\_\_, 2012, there was filed with each of us, respectively, and placed on deposit in our respective records, a properly certified copy of a resolution adopted by the Board on the 14th day of November, 2012, and entitled:

RESOLUTION authorizing and providing for an Installment Purchase Agreement for the purpose of paying the cost of purchasing real or personal property, or both, in and for Community College District No. 512, Counties of Cook, Kane, Lake and McHenry and State of Illinois, and authorizing and providing for the issue of \$4,885,000 General Obligation Debt Certificates (Limited Tax), Series 2012, of said Community College District evidencing the rights to payment under such Agreement, prescribing the details of the Agreement and Certificates, and providing for the security for and means of payment under the Agreement of the Certificates.

together with any Work Contracts identified by the adoption of said resolution and attached thereto as *Exhibit 1*, and that the same have all been deposited in, and all as appears from, the official files and records of our respective offices.

IN WITNESS WHEREOF, we hereunto affix our official signatures, this \_\_\_\_ day of \_\_\_\_\_, 2012.

\_\_\_\_\_  
Secretary, Board of Trustees

\_\_\_\_\_  
Treasurer, Board of Trustees

**Subject:** Designation of Election Official for the April 9, 2013 Consolidation Election

**Recommended by:**

Maria Coons,  
Office of the President and  
Board Liaison

**Description**

Designation of Maria Coons, Senior Executive to the President and Board Liaison, to serve as the election official to accept filings of nominating papers and objections to nominating papers on behalf of the Board Secretary for the April 9, 2013 consolidated election.

**Information**

The Board is required to take formal action in identifying the individual or office of the College responsible for accepting filings of nominating papers and objections to nominating papers on behalf of the Board Secretary. Official hours for filing petitions in December must also be posted.

As such, Maria Coons, Senior Executive to the President and Board Liaison, will be designated to serve in this capacity. The designated office for filing such petitions is located in the Wojcik Conference Center, Room W 344. Candidates may file completed petitions with the College from December 17, 2012 through December 24, 2012 during the following hours: 8:00 a.m. - 4:30 p.m. Monday through Friday, and 1:00 p.m. – 5:00 p.m. on the last day of filing (December 24, 2012). Office hours for filing objections to nominating petitions are as follows: December 26, 2012 through January 2, 2013 Monday through Friday from 8 a.m. – 4:30 p.m. The office will be closed January 1, 2013.

**Rationale**

This action is recommended by legal counsel.

**Funding Source**

Not applicable to this exhibit.

Regular Board Meeting Agenda  
November 14, 2012

## **XII. Announcements by Chair**

### **A. Communications**

### **B. Calendar Dates** ( \* indicates Board attendance required )

|               |             |                                  |      |
|---------------|-------------|----------------------------------|------|
| November 22   | – 25        | Thanksgiving Holiday             |      |
| December 3    | 4:00 p.m.   | Board Financial Workshop         | W201 |
| December 12   | 5:00 p.m.   | Committee of the Whole Meeting   | W216 |
| December 16   | 3:00 p.m.   | Sounds of the Holidays Reception | PAC  |
| * December 19 | 6:00 p.m.   | Regular Board Meeting            | W214 |
| December 22   | – January 1 | Winter Holiday                   |      |
| January 9     | 5:00 p.m.   | Committee of the Whole Meeting   | W216 |
| * January 16  | 6:00 p.m.   | Regular Board Meeting            | W214 |

Regular Board Meeting Agenda  
November 14, 2012

**XIII. Other Business**

(including closed session, if necessary)

**XIV. Adjournment**