

PRELIMINARY OFFICIAL STATEMENT DATED APRIL 7, 2026

**REFUNDING ISSUE
BOOK-ENTRY-ONLY**

**RATING: S&P: "AA+"
(See "RATING" herein)**

In the opinion of Barnes & Thornburg LLP, Indianapolis, Indiana ("Bond Counsel"), under existing laws, interest on the Series 2026 A-1 Bonds (as defined herein) is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended and in effect on the date of issuance of the Series 2026 A-1 Bonds, and is not an item of tax preference for purposes of the federal alternative minimum tax. However, such interest is included in the "adjusted financial statement income" of certain corporations that are subject to the alternative minimum tax. In the opinion of Bond Counsel, under existing laws, interest on the Series 2026 A-1 Bonds is exempt from income taxation in the State of Indiana for all purposes, except for the Indiana financial institutions tax. See "TAX MATTERS" and "APPENDIX B—FORM OF OPINION OF BOND COUNSEL" herein.



\$28,835,000*
Indiana Bond Bank

Community Funding Resource Program Bonds (Pooled Financing Program), Series 2026 A-1 (Senior Lien)

Dated: Date of Delivery

Due: as shown on the inside cover

The Indiana Bond Bank Community Funding Resource Program Bonds (Pooled Financing Program), Series 2026 A-1 (Senior Lien) (the "Series 2026 A-1 Bonds") will bear interest from their date to its maturities in the amounts and at the rates set forth on the inside front cover. The Series 2026 A-1 Bonds are issuable only as fully registered bonds and, when issued, will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). Purchases of beneficial interests in the Series 2026 A-1 Bonds will be made in book-entry-only form, in the denomination of \$5,000 or any integral multiple thereof. Purchasers of beneficial interests in the Series 2026 A-1 Bonds (the "Beneficial Owners") will not receive physical delivery of certificates representing their interests in the Series 2026 A-1 Bonds. Interest on the Series 2026 A-1 Bonds is payable on February 15 and August 15 of each year, commencing August 15, 2026. The principal of, redemption premium, if any, and interest on the Series 2026 A-1 Bonds will be paid directly to DTC by BOKF, NA, as trustee, registrar and paying agent (the "Trustee", the "Registrar" and the "Paying Agent") under the Indenture, as defined and described herein, so long as DTC or its nominee is the registered owner of the Series 2026 A-1 Bonds. The final disbursement of such payments to the Beneficial Owners of the Series 2026 A-1 Bonds will be the responsibility of the Direct Participants and the Indirect Participants, all as defined and more fully described herein under the caption "THE SERIES 2026 A-1 BONDS—Book-Entry-Only System."

The Series 2026 A-1 Bonds are authorized by a resolution adopted by the Board of Directors of the Indiana Bond Bank (the "Bond Bank") on March 11, 2026 and are issued under and secured by the Master Trust Indenture, dated as of November 1, 2025 (the "Master Trust Indenture"), between the Bond Bank and the Trustee, as supplemented and amended from time to time and as further supplemented by the Second Supplemental Series Trust Indenture, dated as of April 1, 2026 (the "Second Supplemental Series Trust Indenture" and, together with the Master Trust Indenture, collectively, the "Indenture"), between the Bond Bank and the Trustee, all pursuant to the laws of the State of Indiana (the "State"), particularly Indiana Code 5-1.5 (the "Act"), for the purpose of providing funds and, if necessary, certain other legally available funds of the Bond Bank, to: (i) effect a current refunding of all of the Refunded 2025 F Bonds, the Refunded 2025 G-1 Bonds, the Refunded 2025 H-1 Bonds, the Refunded 2025 I-1 Bonds and the Refunded 2026 A Bonds (each as defined herein and, collectively, the "Refunded Bonds"); (ii) fund a portion of the Senior Debt Service Reserve Fund (as defined herein); and (iii) pay costs incidental to or on account of the issuance of the Series 2026 A-1 Bonds and the refunding of the Refunded Bonds. The Refunded Bonds were issued to purchase the Series 2026 A Qualified Obligations (as defined herein) of certain Series 2026 A Qualified Entities (as defined herein).

In connection with the refunding of the Refunded Bonds, the outstanding Series 2026 A Qualified Obligations of the Series 2026 A Qualified Entities will be released from the lien of the Prior Indentures (as defined herein) securing the Refunded Bonds and will immediately be pledged and assigned by the Bond Bank to the Trustee under the Indenture as security for the payment of the Senior Bonds (as defined herein), including the Series 2026 A-1 Bonds, and the Subordinate Bonds (as defined herein), including the Series 2026 A-2 Bonds (as defined herein).

The Series 2026 A-1 Bonds are subject to optional* and mandatory* redemption prior to maturity as more particularly described herein. See "THE SERIES 2026 A-1 BONDS—Redemption."

THE SERIES 2026 A-1 BONDS ARE LIMITED OBLIGATIONS OF THE BOND BANK PAYABLE SOLELY OUT OF THE REVENUES AND FUNDS OF THE BOND BANK PLEDGED THEREFOR UNDER THE INDENTURE, AS MORE FULLY DESCRIBED HEREIN. SUCH REVENUES AND FUNDS INCLUDE PAYMENTS BY THE QUALIFIED ENTITIES (INCLUDING THE SERIES 2026 A QUALIFIED ENTITIES) ON THE QUALIFIED OBLIGATIONS (INCLUDING THE SERIES 2026 A QUALIFIED OBLIGATIONS) (THE "QUALIFIED OBLIGATION PAYMENTS"). THE SERIES 2026 A-1 BONDS AND THE INTEREST PAYABLE THEREON DO NOT CONSTITUTE A DEBT, LIABILITY OR LOAN OF THE CREDIT OF THE STATE OR ANY POLITICAL SUBDIVISION THEREOF, INCLUDING ANY QUALIFIED ENTITY (INCLUDING ANY SERIES 2026 A QUALIFIED ENTITY), UNDER THE CONSTITUTION AND LAWS OF THE STATE OR A PLEDGE OF THE FAITH, CREDIT AND TAXING POWER OF THE STATE OR ANY POLITICAL SUBDIVISION THEREOF, INCLUDING ANY QUALIFIED ENTITY. THE SOURCE OF PAYMENT OF, AND SECURITY FOR, THE SERIES 2026 A-1 BONDS ARE MORE FULLY DESCRIBED HEREIN.

ALTHOUGH THE BOND BANK WILL MAINTAIN A DEBT SERVICE RESERVE FUND FOR THE SENIOR BONDS (INCLUDING THE SERIES 2026 A-1 BONDS), THE PROVISIONS OF INDIANA CODE 5-1.5-5-4 AND INDIANA CODE 5-1.5-6.5-4, PERTAINING TO A MORAL OBLIGATION OF THE GENERAL ASSEMBLY OF THE STATE TO CONSIDER REQUESTS TO APPROPRIATE AND REPLENISH A DEBT SERVICE RESERVE FUND, DO NOT APPLY TO THE SERIES 2026 A-1 BONDS OR THE SENIOR DEBT SERVICE RESERVE FUND. SEE "SECURITY AND SOURCES OF PAYMENT FOR THE SERIES 2026 A-1 BONDS." THE BOND BANK HAS NO TAXING POWER.

The Series 2026 A-1 Bonds are offered when, as and if issued by the Bond Bank and received by the Underwriter, subject to prior sale, to withdrawal or modification of the offer without notice, and to the approval of legality by Barnes & Thornburg LLP, Indianapolis, Indiana, Bond Counsel. Certain legal matters will be passed on for the Bond Bank by its special counsel, Krieg DeVault LLP, Indianapolis, Indiana, and for the Underwriter by its counsel, Bose McKinney & Evans LLP, Indianapolis, Indiana. It is expected that the Series 2026 A-1 Bonds will be available for delivery to DTC in New York, New York on or about _____, 2026.

This cover page contains certain information for quick reference only. It is *not* a summary of the Series 2026 A-1 Bonds. Investors must read the entire Official Statement, including the cover page, inside cover page, introductory pages and appendices, to obtain information essential to the making of an informed investment decision.

STIFEL

* Preliminary, subject to change.

This Preliminary Official Statement and the information contained herein are subject to revision, amendment and completion. The Series 2026 A-1 Bonds may not be sold nor may an offer to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the Series 2026 A-1 Bonds in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to qualification under the securities laws of any such jurisdiction. As of its date, this Preliminary Official Statement has been "deemed final" by the Bond Bank for purposes of SEC Rule 15c2-12(b)(1), except for information that may be omitted as provided in SEC Rule 15c2-12(b)(1).

\$28,835,000*
Indiana Bond Bank
Community Funding Resource Program Bonds (Pooled Financing Program), Series 2026 A-1 (Senior Lien)

MATURITY SCHEDULE

Maturity*	Principal Amount*	Interest Rate	Yield⁽¹⁾	Price	CUSIP⁽²⁾
08/15/2026	\$460,000				
02/15/2027	215,000				
08/15/2027	540,000				
02/15/2028	380,000				
08/15/2028	665,000				
02/15/2029	375,000				
08/15/2029	690,000				
02/15/2030	405,000				
08/15/2030	730,000				
02/15/2031	430,000				
08/15/2031	760,000				
02/15/2032	455,000				
08/15/2032	795,000				
02/15/2033	480,000				
08/15/2033	835,000				
02/15/2034	505,000				
08/15/2034	875,000				
02/15/2035	535,000				
08/15/2035	915,000				
02/15/2036	565,000				
08/15/2036	965,000				
02/15/2037	600,000				
08/15/2037	1,010,000				
02/15/2038	630,000				
08/15/2038	1,060,000				
02/15/2039	660,000				
08/15/2039	1,110,000				
02/15/2040	700,000				
08/15/2040	1,165,000				
02/15/2041	735,000				
08/15/2041	1,065,000				
02/15/2042	605,000				
08/15/2042	1,110,000				
02/15/2043	640,000				
08/15/2043	1,170,000				
02/15/2044	675,000				
08/15/2044	1,225,000				
02/15/2045	710,000				
08/15/2045	970,000				
02/15/2046	420,000				

[\$ _____ % Term Bonds due _____ Price: _____ % Yield: _____ %⁽¹⁾ CUSIP⁽²⁾]

* Preliminary, subject to change.

(1) Priced to first call date on August 15, 2034*.

(2) CUSIP® is a registered trademark of the American Bankers Association. CUSIP data herein is provided by CUSIP Global Services (“CGS”). CGS is managed on behalf of the American Bankers Association by FactSet Research Systems Inc. Copyright © 2026 CUSIP Global Services. All rights reserved. CUSIP® data herein is provided by CUSIP Global Services. This data is not intended to create a database and does not serve in any way as a substitute for the CGS database. The CUSIP® numbers are provided for convenience of reference only. None of the Bond Bank, the Underwriter nor their agents or counsel are responsible for the accuracy of such numbers. No representation is made as to their correctness on the Series 2026 A-1 Bonds or as included herein. The CUSIP numbers are subject to being changed after the Effective Date as a result of various subsequent actions, including, but not limited to, a refunding in whole or in part or as a result of the procurement of secondary market portfolio insurance or other similar enhancement by investors that is applicable to all or a portion of the Series 2026 A-1 Bonds.

INDIANA BOND BANK

Board of Directors

Daniel Elliott, Chair Ex Officio
Mike Lucas, Vice-Chair
James P. McGoff, Ex Officio
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Dustin Huddleston
Colette Irwin-Knott
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Executive Director of the Bond Bank

Jacob Blasdel

Trustee

BOKE, NA
Indianapolis, Indiana

Special Counsel to the Bond Bank

Krieg DeVault LLP
Indianapolis, Indiana

Bond Counsel

Barnes & Thornburg LLP
Indianapolis, Indiana

Municipal Advisor

Crowe LLP
Indianapolis, Indiana

No dealer, broker, salesperson or other person has been authorized by the Bond Bank or by the Underwriter to give any information or to make any representations other than those contained in this Official Statement in connection with the offering of the Series 2026 A-1 Bonds, and if given or made, such information or representations must not be relied upon as having been authorized by any of the foregoing. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Series 2026 A-1 Bonds by any person, in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there have been no changes in the information presented herein since the date hereof.

THE SERIES 2026 A-1 BONDS HAVE NOT BEEN REGISTERED WITH THE SECURITIES AND EXCHANGE COMMISSION UNDER THE SECURITIES ACT OF 1933, AS AMENDED. IN MAKING AN INVESTMENT DECISION, INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE BOND BANK AND THE QUALIFIED ENTITIES AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED. NEITHER THE SECURITIES AND EXCHANGE COMMISSION NOR ANY STATE SECURITIES COMMISSION HAS APPROVED OR DISAPPROVED THE SERIES 2026 A-1 BONDS OR PASSED UPON THE ADEQUACY OR ACCURACY OF THIS OFFICIAL STATEMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

The Underwriter has provided the following sentence for inclusion in the Official Statement. The Underwriter has reviewed the information in this Official Statement in accordance with, and as a part of, its responsibilities under the federal securities laws as applied to the facts and circumstances of this transaction and reasonably believe such information to be accurate and complete, but the Underwriter does not guarantee the accuracy or completeness of such information, and it is not to be construed as the promise or guarantee of the Underwriter.

Pursuant to continuing disclosure requirements promulgated by the Securities and Exchange Commission in Securities and Exchange Commission Rule 15c2-12, as amended (the “Rule”), the Bond Bank will enter into a Continuing Disclosure Agreement. For a description of the Continuing Disclosure Agreement, see “CONTINUING DISCLOSURE” herein.

Certain statements contained in this Official Statement do not reflect historical facts but are forecasts and forward-looking statements. No assurance can be given that the future results discussed herein will be achieved, and actual results may differ materially from the forecasts described herein. In this respect, the words estimate, forecast, project, anticipate, expect, intend, believe and other similar expressions are intended to identify forward-looking statements. The forward-looking statements in this Official Statement are subject to risks and uncertainties that could cause actual results to differ materially from those expressed in or implied by such statements. All estimates, projections, forecasts, assumptions and other forward-looking statements are expressly qualified in their entirety by the cautionary statements set forth in this Official Statement.

References to web site addresses presented herein are for informational purposes only and may be in the form of a hyperlink solely for the reader’s convenience. Unless specified otherwise, such web sites and the information or links contained therein are not incorporated into, and are not part of, this Official Statement for the purposes of, and as that term is defined in, the Rule.

CAUTIONARY STATEMENT REGARDING FORWARD-LOOKING STATEMENTS

THIS OFFICIAL STATEMENT, INCLUDING ITS APPENDICES, CONTAINS STATEMENTS WHICH SHOULD BE CONSIDERED “FORWARD-LOOKING STATEMENTS,” MEANING THEY REFER TO POSSIBLE FUTURE EVENTS OR CONDITIONS. SUCH STATEMENTS ARE GENERALLY IDENTIFIABLE BY WORDS SUCH AS “PLAN”, “BELIEVE”, “EXPECT”, “ESTIMATE”, “ANTICIPATE”, “INTEND”, “PROJECT”, “BUDGET”, “COULD” OR SIMILAR WORDS. THE ACHIEVEMENT OF CERTAIN RESULTS OR OTHER EXPECTATIONS CONTAINED IN SUCH FORWARD-LOOKING STATEMENTS INVOLVES KNOWN AND UNKNOWN RISKS, UNCERTAINTIES AND OTHER FACTORS WHICH MAY CAUSE ACTUAL RESULTS, PERFORMANCE OR ACHIEVEMENTS DESCRIBED TO BE MATERIALLY DIFFERENT FROM ANY FUTURE RESULTS, PERFORMANCE OR ACHIEVEMENTS EXPRESSED OR IMPLIED BY SUCH

FORWARD-LOOKING STATEMENTS. ALL FORWARD-LOOKING STATEMENTS ARE MADE AS OF THE DATE OF THIS OFFICIAL STATEMENT. NEITHER THE BOND BANK NOR THE UNDERWRITER HAVE ASSUMED ANY OBLIGATION TO UPDATE ANY SUCH FORWARD-LOOKING STATEMENTS. THE ASSUMPTIONS THAT HAVE BEEN USED IN THESE FORWARD-LOOKING STATEMENTS INVOLVE JUDGMENTS WITH RESPECT TO, AMONG OTHER THINGS, FUTURE ECONOMIC, COMPETITIVE AND MARKET CONDITIONS, FUTURE BUSINESS DECISIONS, AND FUTURE LEGAL AND REGULATORY CIRCUMSTANCES AND CONDITIONS, ALL OF WHICH ARE DIFFICULT OR IMPOSSIBLE TO PREDICT AND MANY OF WHICH ARE BEYOND THE CONTROL OF THE BOND BANK. AS A RESULT, ACTUAL RESULTS WILL DIFFER, AND MAY DIFFER MATERIALLY, FROM THOSE DESCRIBED IN SUCH FORWARD-LOOKING STATEMENTS. NEITHER THE BOND BANK NOR THE UNDERWRITER EXPECT OR INTEND TO ISSUE ANY UPDATES OR REVISIONS TO THOSE FORWARD-LOOKING STATEMENTS, IF OR WHEN THEIR RESPECTIVE EXPECTATIONS CHANGE OR EVENTS, CONDITIONS OR CIRCUMSTANCES ON WHICH SUCH STATEMENTS ARE BASED OCCUR OR DO NOT OCCUR.

The order and placement of material in this Official Statement, including the cover page and appendices, are not to be deemed a determination of relevance, materiality or importance, and this Official Statement, including the cover page and appendices, must be considered in its entirety.

In making an investment decision, investors must rely on their own examination or the information presented in this Official Statement concerning the Series 2026 A-1 Bonds, the Bond Bank, the Qualified Obligations (including the Series 2026 A Qualified Obligations) and the Qualified Entities (including the Series 2026 A Qualified Entities), and the terms of the offering, including the merits and risks involved.

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OFFICIAL STATEMENT

\$28,835,000*

Indiana Bond Bank

Community Funding Resource Program Bonds (Pooled Financing Program), Series 2026 A-1 (Senior Lien)

INTRODUCTION

The purpose of this Official Statement, including the cover page and appendices, is to set forth certain information concerning the issuance and sale by the Indiana Bond Bank (the “Bond Bank”) of its \$28,835,000* aggregate principal amount of Community Funding Resource Program Bonds (Pooled Financing Program), Series 2026 A-1 (Senior Lien) (the “Series 2026 A-1 Bonds”).

The Series 2026 A-1 Bonds are authorized by a resolution adopted by the Board of Directors of the Bond Bank on March 11, 2026 and are issued under and secured by the Master Trust Indenture, dated as of November 1, 2025 (the “Master Trust Indenture”), between the Bond Bank and BOKF, NA, as trustee (the “Trustee”), as supplemented and amended from time to time and as further supplemented by the Second Supplemental Series Trust Indenture, dated as of April 1, 2026 (the “Second Supplemental Series Trust Indenture” and, together with the Master Trust Indenture, collectively, the “Indenture”), between the Bond Bank and the Trustee, and the laws of the State of Indiana, including particularly Indiana Code 5-1.5 (as amended from time to time, the “Act”), for the purpose of providing funds and, if necessary, certain other legally available funds of the Bond Bank, to: (i) effect a current refunding of all of the Bond Bank’s outstanding (a) Community Funding Resource Program Bonds, Series 2025 F, dated September 4, 2025, and currently outstanding in the principal amount of \$5,630,000 (the “Refunded 2025 F Bonds”), (b) Community Funding Resource Program Bonds, Series 2025 G-1, dated October 1, 2025, and currently outstanding in the principal amount of \$5,233,000 (the “Refunded 2025 G-1 Bonds”), (c) Community Funding Resource Program Bonds, Series 2025 H-1, dated October 30, 2025, and currently outstanding in the principal amount of \$2,700,000 (the “Refunded 2025 H-1 Bonds”), (d) Community Funding Resource Program Bonds, Series 2025 I-1, dated December 16, 2025, and currently outstanding in the principal amount of \$23,830,000 (the “Refunded 2025 I-1 Bonds”) and (e) Community Funding Resource Program Bonds, Series 2026 A, dated April 2, 2026, and currently outstanding in the principal amount of \$3,550,000 (the “Refunded 2026 A Bonds” and, together with the Refunded 2025 F Bonds, the Refunded 2025 G-1 Bonds, the Refunded 2025 H-1 Bonds and Refunded 2025 I-1 Bonds, collectively, the “Refunded Bonds”); (ii) fund a portion of the Senior Debt Service Reserve Fund (as defined herein); and (iii) pay costs incidental to or on account of the issuance of the Series 2026 A-1 Bonds and the refunding of the Refunded Bonds.

THE REFUNDING PROGRAM

The proceeds from the sale of the Series 2026 A-1 Bonds, together with certain funds remaining under the Prior Indentures (as defined in APPENDIX D) and, if necessary, certain other legally available funds of the Bond Bank, will be used to provide funds to: (i) refund all of the Refunded Bonds; (ii) fund a portion of a debt service reserve fund for the Senior Bonds (including the Series 2026 A-1 Bonds); and (iii) pay for costs incidental to or on account of the issuance of the Series 2026 A-1 Bonds and the refunding of the Refunded Bonds. See the caption “PLAN OF FINANCING” for a discussion of the Refunded Bonds. The Refunded 2025 F Bonds, which were issued in accordance with the Trust Indenture, dated as of September 1, 2025 (the “2025 F Indenture”), between the Bond Bank and BOKF, NA, as trustee (the “2025 F Trustee”), the Refunded 2025 G-1 Bonds, which were issued in accordance with the Trust Indenture, dated as of October 1, 2025 (the “2025 G-1 Indenture”), between the Bond Bank and BOKF, NA, as trustee (the “2025 G-1 Trustee”), the Refunded 2025 H-1 Bonds, which were issued in accordance with the Trust Indenture, dated as of October 1, 2025 (the “2025 H-1 Indenture”), between the Bond Bank and BOKF, NA, as trustee (the “2025 H-1 Trustee”), the Refunded 2025 I-1 Bonds, which were issued in accordance with the Trust Indenture, dated as of December 1, 2025 (the “2025 I-1 Indenture”), between the Bond Bank and BOKF, NA, as trustee (the “2025 I-1 Trustee”) and the Refunded 2026 A Bonds, which were issued in accordance with the Trust Indenture, dated as of April 1, 2026 (the “2026 A Indenture” and, together with the 2025 F Indenture, the 2025 G-1 Indenture, the 2025 H-1 Indenture and the 2025 I-1 Indenture, collectively, the “Prior Indentures”), between the Bond

* Preliminary, subject to change.

Bank and BOKF, NA, as trustee (the “2026 A Trustee” and, together with the 2025 F Trustee, the 2025 G-1 Trustee, the 2025 H-1 Trustee and the 2025 I-1 Trustee, collectively, the “Prior Trustees”), were issued to provide for the purchase of the Series 2026 A Qualified Obligations (as defined herein) of certain Series 2026 A Qualified Entities (as defined herein). See “APPENDIX A – The Qualified Entities and the Qualified Obligations”.

In connection with the refunding of the Refunded Bonds, the outstanding Series 2026 A Qualified Obligations of the Series 2026 A Qualified Entities will be released from the lien of the Prior Indentures securing the Refunded Bonds and will immediately be pledged and assigned by the Bond Bank to the Trustee under the Indenture as security for the payment of the Senior Bonds (as defined herein), including the Series 2026 A-1 Bonds, and the Subordinate Bonds (as defined herein), including the Series 2026 A-2 Bonds (as defined herein). See APPENDIX A for a list of the Qualified Obligations (including the Series 2026 A Qualified Obligations) and their respective amounts.

Upon defeasance of the Refunded Bonds, the Prior Trustees will release the Series 2026 A Qualified Obligations and the Bond Bank will immediately pledge and assign to the Trustee the Series 2026 A Qualified Obligations to be held under the Indenture, which will secure payment of the Senior Bonds, including the Series 2026 A-1 Bonds, and the Subordinate Bonds, including the Series 2026 A-2 Bonds (as defined herein). See the caption “SECURITY AND SOURCES OF PAYMENT FOR THE SERIES 2026 A-1 BONDS” herein.

The Bond Bank expects that the issuance of the Series 2026 A-1 Bonds will benefit the CFR Program by providing continued funding and reducing the State’s level of investment in the CFR Program.

This Official Statement speaks only as of its date, and the information contained herein is subject to change.

The information contained under the caption “INTRODUCTION” is qualified by reference to this entire Official Statement, including the Appendices hereto. This introduction is only a brief description and a full review should be made of this entire Official Statement, including the appendices hereto, as well as the documents summarized or described in this Official Statement. The summaries of and references to all documents, statutes and other instruments referred to in this Official Statement do not purport to be complete and are qualified in their entirety by reference to the full text of each such document, statute or instrument. Summaries of certain provisions of the Indenture and definitions of some of the capitalized words and terms used in this Official Statement are set forth in APPENDIX C and APPENDIX D. Terms not defined herein shall have the respective meanings ascribed thereto in the Indenture.

Information contained in this Official Statement with respect to the Bond Bank and the Qualified Entities and copies of the Indenture may be obtained from the Indiana Bond Bank, 10 West Market Street, Suite 2410, Indianapolis, Indiana 46204. The Bond Bank’s telephone number is (317) 233-0888.

THE COMMUNITY FUNDING RESOURCE PROGRAM

General Description

The Community Funding Resource Program (the “CFR Program”) provides local units of government in Indiana with an option for financing essential public projects with fixed interest rates and terms of up to twenty-five (25) years. The CFR Program has traditionally focused on assisting smaller, less frequent municipal borrowers.

Eligible Qualified Entities

A variety of eligible Qualified Entities may receive loans from the CFR Program, including cities and towns (and their respective municipal water, electrical, sewage and storm water works), counties, townships, sanitary districts, regional water and sewer districts, redevelopment authorities, redevelopment commissions, conservancy districts, school corporations, library corporations, special taxing districts, state educational institutions, charter schools, nonprofit corporations, building corporations, redevelopment authorities, redevelopment commissions and other entities that are used to finance projects receiving funding from the CFR Program.

Qualified Obligations

Security and Source of Payment for Qualified Obligations. Under the CFR Program, the Bond Bank purchases bonds or other evidences of indebtedness issued by Qualified Entities evidencing their Qualified Obligations as they may approve. The Bond Bank approves the type of obligation each Qualified Entity uses to finance its project. Such obligations are generally, but not always, secured by a pledge of system revenues, for which the fiscal body is required by State law to enact just and equitable rates and charges that are sufficient to, among other things, pay debt service on bonds and operate and maintain the system. Certain political subdivisions and other entities may structure their Qualified Obligations under a general obligation structure (certain of which are payable from property taxes), lease rental revenue bond structure (payable from property taxes, local income taxes or other sources) or other structures permitted under State law. There can be no assurance that the Qualified Entities will realize sufficient rates, charges or other revenues or taxes, as applicable, to make required Qualified Obligation Payments. The realization of any such revenues or taxes by any Qualified Entity is subject to, among other things, future economic and demographic conditions and other conditions which are variable and may not be predicted with certainty.

Evaluation of Qualified Entities and Qualified Obligations. The Bond Bank generally employs a consistent set of criteria for evaluating all Qualified Obligations, based on a range of factors, including the goals of the CFR Program, the creditworthiness of the Qualified Entity, and social, economic and demographic factors, among others. For Qualified Obligations secured by a pledge of revenues, including, but not limited to, local income taxes or operations of a wastewater, electric, storm water or drinking water system, two primary credit quality requirements are: (i) debt service coverage of at least 1.25 times pro forma net revenues divided by maximum annual debt service over the course of the loan term, and (ii) establishment of a debt service reserve fund to be fully funded upon the issuance of such Qualified Obligations or within a certain period of time following the issuance of the Qualified Obligations, subject to limitations of federal tax law. Certain political subdivisions and other entities may structure their Qualified Obligations under a general obligation structure (certain of which are payable from property taxes), lease rental revenue bond structure (payable from property taxes, local income taxes or other sources) or other structures permitted under State law and may be further secured by a debt service reserve fund. For such Qualified Obligations, the Bond Bank reviews factors such as collection rate history, property tax and employer concentration (noting any concentration above 10%), and debt issuance margin. Qualified Obligations with a lease rental revenue bond structure and payable by property taxes have a fully funded debt service reserve fund (held by the Qualified Entity) at closing. Notwithstanding the foregoing, the Bond Bank may permit certain Qualified Entities to participate in the CFR Program without meeting the credit criteria.

Post-Qualified Obligation Closing Monitoring of Qualified Obligations. The Bond Bank maintains procedures to monitor all Qualified Obligations following their closing. These procedures include an annual review of quantitative and qualitative information directly related to each Qualified Entity's financial and operational condition. Such review generally includes, but is not limited to: (i) examination of each Qualified Entity's State-submitted annual financial report(s), updated financial and operating data of the type specified in the applicable QE Agreement(s) and provided at closing, and its most recent audited financial statements; (ii) verification of compliance with the covenants set forth in the QE Agreement(s), including confirmation that Qualified Entities maintain account balances from monthly set-asides sufficient to fund semi-annual principal and interest payments on the Qualified Obligations, if applicable, and any applicable debt service reserve requirements; and (iii) regular communication between the Bond Bank and the Qualified Entities concerning upcoming debt service payments, financial reporting obligations, arbitrage rebate liability calculations (if applicable), and other post-issuance compliance matters.

Interest Rate. The interest rate schedules or parameters for establishing the interest rate schedules on Qualified Obligations are established by the Bond Bank and are subject to change from time to time prior to the closing date on such Qualified Obligations. Interest rates on Qualified Obligations vary depending on market interest rates at the time of origination.

Qualified Obligations Term and Size. The Bond Bank purchases Qualified Obligations under the CFR Program with a repayment term not to exceed twenty-five (25) years. Each Qualified Entity proposes its debt service amortization schedule to the Bond Bank for approval prior to closing, which may include level annual debt service payments or other amortization structures. Such debt service payments on the Qualified Obligations vary, but in any respect occur no less than ten (10) days prior to the debt service payment dates on the Bonds and the Bond Bank also encourages early submission of payments to allow sufficient time for processing. The Bond Bank's current policy for

the CFR Program is to limit loans outstanding to \$10 million per Qualified Entity. However, the Bond Bank may, in its discretion, authorize loans to qualified entities exceeding such amount, and may change such amount in the future.

Qualified Obligations Prepayment, Restructuring. Qualified Obligations purchased under the CFR Program generally include a period (often ten years) during which the Qualified Obligations may not be prepaid. For a variety of reasons, Qualified Entities may in the future seek to restructure an existing Qualified Obligation amortization schedule and, in appropriate circumstances, the Bond Bank may in the future permit such a restructuring of a Qualified Obligation amortization schedule. In any such restructuring, the Bond Bank would generally expect in the future to restructure the Qualified Obligation payment terms to be consistent with amortization terms applicable to new Qualified Obligations.

Qualified Obligations Approval. Each application from a prospective Qualified Entity is presented to the Board of Directors during a public meeting. The Board of Directors must approve each applicant individually to be included for participation in the CFR Program. Approved Qualified Obligations are typically consolidated into a pool and initially funded through the issuance of bonds to the Treasurer of State.

Senior Bonds

Pursuant to the Indenture, the Bond Bank may issue additional Senior Bonds, with a lien upon the Trust Estate on a parity with the lien thereon in favor of the Series 2026 A-1 Bonds and any other then-Outstanding Senior Bonds, which may be issued for any purpose permitted to be financed from the proceeds of obligations of the Bond Bank issued under the Act, including without limitation (i) the financing of the acquisition of Qualified Obligations, (ii) the refunding of all or a portion of any Bonds previously issued and Outstanding under the Indenture, including by tender and/or exchange, and/or (iii) the refunding of all or a portion of any obligations of the Bond Bank previously issued in furtherance of the CFR Program and outstanding under a separate trust indenture to which the Bond Bank is a party, including by tender and/or exchange. Such additional Senior Bonds may be issued in any form permitted by law, including, but not limited to, Current Interest Bonds, Variable Rate Bonds, Capital Appreciation Bonds, Optional Tender Bonds, Serial Bonds or Term Bonds or any combination thereof (each as defined in APPENDIX D herein). As of the date of this Official Statement, the Outstanding Senior Bonds (which amount does not include the Series 2026 A-1 Bonds) were outstanding in the aggregate principal amount of \$73,835,000. See “SECURITY AND SOURCES OF PAYMENT FOR THE SERIES 2026 A-1 BONDS – Additional Bonds” herein.

Subordinate Bonds

Pursuant to the Indenture the Bond Bank may issue Subordinate Bonds, with a lien upon the Trust Estate subordinate to the lien thereon in favor of the Series 2026 A-1 Bonds and any other then-Outstanding Senior Bonds, which may be issued for any purpose permitted to be financed from the proceeds of obligations of the Bond Bank issued under the Act, including without limitation (i) the financing of the acquisition of Qualified Obligations, (ii) the refunding of all or a portion of any Bonds previously issued and Outstanding under the Indenture, including by tender and/or exchange, and/or (iii) the refunding of all or a portion of any obligations of the Bond Bank previously issued in furtherance of the CFR Program and outstanding under a separate trust indenture to which the Bond Bank is a party, including by tender and/or exchange. Such additional Subordinate Bonds may be issued in any form permitted by law, including, but not limited to, Current Interest Bonds, Variable Rate Bonds, Capital Appreciation Bonds, Optional Tender Bonds, Serial Bonds or Term Bonds or any combination thereof. As of the date of this Official Statement, the Outstanding Subordinate Bonds (which amount does not include the Series 2026 A-2 Bonds) were outstanding in the aggregate principal amount of \$29,605,000.

Simultaneous with the issuance of the Series 2026 A-1 Bonds, the Bond Bank will issue its Community Funding Resource Program Bonds (Pooled Financing Program), Series 2026 A-2 (Subordinate Lien) (the “Series 2026 A-2 Bonds”) in the aggregate principal amount of \$10,975,000*. The Bond Bank expects that the Series 2026 A-2 Bonds will be directly placed with the Treasurer of State.

* Preliminary, subject to change.

THE SERIES 2026 A-1 BONDS

General Description

The Series 2026 A-1 Bonds are issuable as fully registered bonds in denominations of \$5,000 or any integral multiple thereof. The Series 2026 A-1 Bonds will be dated as of the date of their delivery.

Interest on the Series 2026 A-1 Bonds will be payable semi-annually on February 15 and August 15 of each year, commencing August 15, 2026 (each an “Interest Payment Date”). The Series 2026 A-1 Bonds will bear interest (calculated on the basis of a 30-day month and a 360-day year) at the rates and will mature on the dates and in the principal amounts set forth on the inside cover page of this Official Statement. If a Series 2026 A-1 Bond is authenticated on or prior to July 31, 2026, it shall bear interest from the date of delivery. Each Series 2026 A-1 Bond authenticated after July 31, 2026, shall bear interest from the most recent Interest Payment Date to which interest has been paid on the date of authentication of such Series 2026 A-1 Bond, unless such Series 2026 A-1 Bond is authenticated after a Record Date (as defined in APPENDIX D) and on or before the next succeeding Interest Payment Date, in which event the Series 2026 A-1 Bond will bear interest from such next succeeding Interest Payment Date.

When issued, all Series 2026 A-1 Bonds will be registered in the name of and held by Cede & Co., as nominee for The Depository Trust Company, New York, New York (“DTC”). Purchases of beneficial interests from DTC in the Series 2026 A-1 Bonds will be made in book-entry-only form (without certificates) in the denomination of \$5,000 or any integral multiple thereof. So long as DTC or its nominee is the registered owner of the Series 2026 A-1 Bonds payments of the principal of and interest on the Series 2026 A-1 Bonds will be made directly by the Trustee by wire transfer of funds to Cede & Co., as nominee for DTC. Disbursement of such payments to the participants of DTC (the “Direct Participants”) will be the sole responsibility of DTC, and the ultimate disbursement of such payments to the Beneficial Owners, as defined herein, of the Series 2026 A-1 Bonds will be the responsibility of the Direct Participants and the Indirect Participants, as defined herein. See the heading, “Book-Entry-Only System” under this caption.

If DTC or its nominee is not the registered owner of the Series 2026 A-1 Bonds, principal of and premium, if any, on all of the Series 2026 A-1 Bonds will be payable at maturity upon the surrender thereof at the principal corporate trust office of the Trustee. Interest on the Series 2026 A-1 Bonds, when due and payable, will be paid by check dated the due date mailed by the Trustee one business day prior to the due date (or, in the case of an owner of Series 2026 A-1 Bonds in an aggregate principal amount of at least \$1,000,000, by wire transfer on such due date, upon written direction of such registered owner to the Trustee not less than five business days before the Record Date immediately prior to such Interest Payment Date, which direction shall remain in effect until revoked in writing by such owner) to the persons in whose names such Series 2026 A-1 Bonds are registered, at their addresses as they appear on the bond registration books maintained by the Trustee on the Record Date, irrespective of any transfer or exchange of such Series 2026 A-1 Bonds subsequent to such Record Date and prior to such Interest Payment Date unless the Bond Bank shall default in the payment of interest due on such Interest Payment Date.

Except as provided under “Book-Entry-Only System,” in all cases in which the privilege of exchanging or transferring Series 2026 A-1 Bonds is exercised, the Bond Bank will execute and the Trustee will deliver Series 2026 A-1 Bonds in accordance with the provisions of the Indenture. The Series 2026 A-1 Bonds will be exchanged or transferred at the principal corporate trust office of the Trustee only for Series 2026 A-1 Bonds of the same tenor and maturity. In connection with any transfer or exchange of Series 2026 A-1 Bonds, the Bond Bank or the Trustee may impose a charge for any applicable tax, fee or other governmental charge incurred in connection with such transfer or exchange, which sums are payable by the person requesting such transfer or exchange.

The person in whose name a Series 2026 A-1 Bond is registered will be deemed and regarded as its absolute owner for all purposes and payment of principal thereof and interest thereon will be made only to or upon the order of the registered owner or its legal representative, but such registration may be changed as provided above. All such payments shall be valid to satisfy and discharge the liability upon such Series 2026 A-1 Bond to the extent of the sum or sums so paid.

Redemption

Optional Redemption. The Series 2026 A-1 Bonds maturing on or after February 15, 2035* are subject to optional redemption prior to maturity, in the principal amount and maturity or maturities selected by the Bond Bank, and within any single maturity by lot in such manner as may be determined by the Trustee, in whole or in part at any time on or after August 15, 2034*, at a Redemption Price of 100% of the principal amount of the Series 2026 A-1 Bonds to be redeemed, plus accrued and unpaid interest to the redemption date.

Mandatory Redemption. The Series 2026 A-1 Bonds (or any portion thereof in integral multiples of \$5,000) maturing on _____ 15, 20__ (the “Series 2026 A-1 Term Bonds”) are subject to mandatory sinking fund redemption prior to maturity at a Redemption Price equal to the principal amount of such Series 2026 A-1 Term Bonds plus accrued interest to the date of redemption in accordance with the following table:

20__ Series 2026 A-1 Term Bond

Date

Principal Amount

*

* Final Maturity

Under the Indenture, selection of the Series 2026 A-1 Term Bonds to be redeemed will be made by lot by the Trustee. In accordance with DTC standard practices and its agreement with the Bond Bank, DTC and the Direct participants will make the selection so long as the Series 2026 A-1 Term Bonds are in book-entry form. The principal amount of Series 2026 A-1 Term Bonds to be redeemed on each date set forth above will be subject to reduction by the principal amount of any such Series 2026 A-1 Term Bonds of the same maturity which, not less than 45 days prior to a sinking fund redemption date, have been theretofore surrendered to or purchased by a Trustee for cancellation and canceled, all in accordance with the Indenture. The principal amount of any Series 2026 A-1 Term Bonds so surrendered and canceled in excess of the principal amount scheduled for redemption in any one year will be credited against future redemption obligations and the principal amounts of Series 2026 A-1 Term Bonds subject to sinking fund redemption at such times will be accordingly reduced.

Notice of Redemption. In the case of redemption of the Series 2026 A-1 Bonds, notice of the call for any such redemption identifying the Series 2026 A-1 Bonds, or portions of Series 2026 A-1 Bonds, to be redeemed will be given by mailing a copy of the redemption notice by registered or certified mail not less than 30 days nor more than 60 days prior to the date fixed for redemption to the registered owner of the Series 2026 A-1 Bonds to be redeemed at the address shown on the registration books of the Trustee. Failure to give such notice by mailing, or any defect thereof with respect to any Series 2026 A-1 Bonds, shall not affect the validity of any proceedings for the redemption of any other Series 2026 A-1 Bonds. On the date designated for redemption, notice having been given in the manner and under the condition herein above provided for, and any conditions precedent to such redemption having been satisfied, all Series 2026 A-1 Bonds, or portions thereof, so called for redemption shall cease to bear interest, shall no longer be protected by the Indenture and shall not be deemed to be outstanding under the provisions of the Indenture, provided funds for their redemption are on deposit at the place of payment at that time.

Redemption Payments. Prior to the date fixed for redemption, there must be on deposit with the Trustee sufficient funds to pay the Redemption Price (as defined in APPENDIX D) of the Series 2026 A-1 Bonds called, together with accrued interest on the Series 2026 A-1 Bonds to the redemption date. After the redemption date, if prior notice of redemption by mailing has been given and sufficient funds have been deposited with the Trustee, interest will cease to accrue on the Series 2026 A-1 Bonds that have been called for redemption.

* Preliminary, subject to change.

Book-Entry-Only System

The information provided in this caption has been provided by DTC. No representation is made by the Bond Bank, the Trustee or the Underwriter as to the accuracy or adequacy of such information provided by DTC or as to the absence of material adverse changes in such information subsequent to the date hereof.

The Depository Trust Company (“DTC”), New York, New York, will act as the depository for the Series 2026 A-1 Bonds. The Series 2026 A-1 Bonds will be issued as fully-registered Series 2026 A-1 Bonds registered in the name of Cede & Co. (DTC’s partnership nominee) or such other name as may be requested by an authorized representative of DTC. The ownership of one fully-registered Series 2026 A-1 Bond for each maturity, each in the aggregate principal amount of such maturity, will be registered in the name of Cede & Co.

DTC, the world’s largest securities depository, is a limited purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has a Standard & Poor’s rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission (“SEC”). More information about DTC can be found at www.dtcc.com and www.dtc.org.

Purchases of the Series 2026 A-1 Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Series 2026 A-1 Bonds on DTC’s records. The ownership interest of each actual purchaser of each Series 2026 A-1 Bond (“Beneficial Owner”) is in turn to be recorded on the Direct and Indirect Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase, but Beneficial Owners are expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Series 2026 A-1 Bonds are to be accomplished by entries made on the books of Direct or Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Series 2026 A-1 Bonds, except in the event that use of the book-entry system for the Series 2026 A-1 Bonds is discontinued.

To facilitate subsequent transfers, all Series 2026 A-1 Bonds deposited by Direct Participants with DTC are registered in the name of DTC’s partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Series 2026 A-1 Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Series 2026 A-1 Bonds; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Series 2026 A-1 Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of the Series 2026 A-1 Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Series 2026 A-1 Bonds, such as redemptions, defaults, and proposed

amendments to the Series 2026 A-1 Bond documents. For example, Beneficial Owners of Series 2026 A-1 Bonds may wish to ascertain that the nominee holding the Series 2026 A-1 Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the Registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Series 2026 A-1 Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Series 2026 A-1 Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an "Omnibus Proxy" to the Bond Bank, as soon as possible after the Record Date. The "Omnibus Proxy" assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Series 2026 A-1 Bonds are credited on the Record Date (identified in a listing attached to the "Omnibus Proxy").

Payments of principal, interest and Redemption Prices, respectively, on the Series 2026 A-1 Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Trustee or the Bond Bank, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Direct Participants to Beneficial Owners will be governed by standing instructions and customary practices, as in the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Trustee or the Bond Bank, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal, interest and Redemption Prices to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Trustee or the Bond Bank. Disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Series 2026 A-1 Bonds at any time by giving reasonable notice to the Bond Bank or the Trustee. Under such circumstances, in the event that a successor securities depository is not obtained, the Series 2026 A-1 Bonds are required to be printed and delivered.

THE INFORMATION PROVIDED ABOVE HAS BEEN PROVIDED BY DTC. NO REPRESENTATION IS MADE BY THE BOND BANK, THE TRUSTEE OR THE UNDERWRITER AS TO THE ACCURACY OR ADEQUACY OF SUCH INFORMATION PROVIDED BY DTC OR AS TO THE ABSENCE OF MATERIAL ADVERSE CHANGES IN SUCH INFORMATION SUBSEQUENT TO THE DATE HEREOF.

For so long as the Series 2026 A-1 Bonds are registered in the name of DTC or its nominee, Cede & Co., the Bond Bank and the Trustee will recognize only DTC or its nominee, Cede & Co., as the registered owner of the Series 2026 A-1 Bonds for all purposes, including payments, notices and voting.

The Bond Bank may decide to discontinue use of the system of book entry transfers through DTC (or a successor securities depository). Once the Bond Bank has requested that holders withdraw securities from DTC, DTC will notify its Participants of such request and such Participants may utilize DTC's withdrawal process to withdraw their Series 2026 A-1 Bonds from DTC. In the event a Participant utilizes DTC's withdrawal process, the Series 2026 A-1 Bonds will be printed and delivered.

Under the Indenture, payments made by the Trustee to DTC or its nominee will satisfy the Bond Bank's obligations under the Indenture to the extent of the payments so made.

Neither the Bond Bank, the Underwriter nor the Trustee will have any responsibility or obligation with respect to (i) the accuracy of the records of DTC, its nominee or any Direct Participant or Indirect Participant with respect to any beneficial ownership interest in any Series 2026 A-1 Bond, (ii) the delivery to any Direct Participant or Indirect Participant or any other Person, other than an owner, as shown in the Bond Register, of any notice with respect to any Series 2026 A-1 Bond including, without limitation, any notice of redemption, purchase or any event which

would or could give rise to a purchase right or option with respect to any Series 2026 A-1 Bond, (iii) the payment of any Direct Participant or Indirect Participant or any other Person, other than an owner, as shown in the Bond Register, of any amount with respect to the principal of, premium, if any, or interest on, any Series 2026 A-1 Bond or (iv) any consent given by DTC as registered owner.

Prior to any discontinuation of the book-entry only system described above, the Bond Bank and the Trustee may treat DTC as, and deem DTC to be, the absolute owner of the Series 2026 A-1 Bonds for all purposes whatsoever, including, without limitation, (i) the payment of principal of, premium, if any, and interest on the Series 2026 A-1 Bonds, (ii) giving notices of redemption and other matters with respect to the Series 2026 A-1 Bonds, (iii) registering transfers with respect to the Series 2026 A-1 Bonds and (iv) the selection of Series 2026 A-1 Bonds for redemption.

PROJECTED CASH FLOW

The information in the following table is based on the Projected Revenue Certificate to be delivered upon the issuance of the Series 2026 A-1 Bonds and the Series 2026 A-2 Bonds. The table includes the debt service requirements for each year for the currently Outstanding Senior Bonds (included in the column titled “Total Debt Service on Outstanding Senior Bonds”). The table also separately includes the debt service requirements for each year for the Series 2026 A-1 Bonds (shown in the column titled “Total Debt Service on Series 2026 A-1 Bonds”). The table further sets forth the projected Revenues available for debt service on the Senior Bonds (including the Series 2026 A-1 Bonds), shown in the column titled “Total Revenues Available for Debt Service”, and the projected debt service coverage ratio of Revenues available for total debt service due on the Senior Bonds (including the Series 2026 A-1 Bonds), as shown in the column titled “Projected Senior Bond Debt Service Coverage Ratio.” The table further sets forth the projected Revenues available for debt service on the Senior Bonds (including the Series 2026 A-1 Bonds) and the Subordinate Bonds (including the Series 2026 A-2 Bonds) (shown in the column titled “Total Revenues Available for Debt Service”) and the projected debt service coverage ratio of Revenues available for total debt service due on the Senior Bonds (including the Series 2026 A-1 Bonds) and the Subordinate Bonds (including the Series 2026 A-2 Bonds), plus the Annual Fees (as shown in the column titled “Projected Revenue Coverage Ratio”). The “Projected Senior Bond Debt Service Coverage Ratio” and the “Projected Revenue Coverage Ratio” are each referred to herein as a “Projected Coverage Ratio” or, collectively, as the “Projected Coverage Ratios”.

The Projected Coverage Ratios shown in the column titled “Projected Senior Bond Debt Service Coverage Ratio” and “Projected Revenue Coverage Ratio” are only as of the date of issuance of the Series 2026 A-1 Bonds, and are not intended to imply that such Projected Coverage Ratios will remain static. Furthermore, the preparation of the Projected Coverage Ratios do not constitute a representation by the Bond Bank that projected revenues and/or future debt service on Senior Bonds will be realized or occur during any such year in the amounts shown. The Bond Bank has not covenanted to maintain any level of coverage; provided, however, upon issuance of the Series 2026 A-1 Bonds, the Bond Bank expects Revenues to exceed debt service on the Senior Bonds (including the Series 2026 A-1 Bonds) by 135% or more in each year. See “SECURITY AND SOURCES OF PAYMENT FOR THE SERIES 2026 A-1 BONDS – Additional Bonds” herein for a description of the manner in which additional Senior Bonds or additional Subordinate Bonds may be issued pursuant to the Master Trust Indenture. Further, failure to maintain any level of coverage is not a default under the Indenture. The actual debt service on Senior Bonds is subject to various factors including future defeasances and early redemptions of any Outstanding Senior Bonds and the issuance of any additional Senior Bonds hereafter issued under the Indenture. The actual cash flow received by the Trustee under the Indenture is subject to various factors including as described below under “—Projected Sufficiency of Revenues and Projected Coverage Ratios.” Due to such factors, such actual cash flow and the actual coverage ratio for any year are anticipated to differ from the projected cash flows and coverage shown in this table, and the differences may be substantial (for example, in the event of substantial prepayments of Qualified Obligations, the actual results would produce a combination of both negative and positive deviations to the Projected Coverage Ratios shown, depending upon the year referenced). See “—Projected Sufficiency of Revenues and Projected Coverage Ratios” below.

DEBT SERVICE AND PROJECTED COVERAGE SCHEDULE*

Year	Total Revenues Available for Debt Service ¹	Total ORF Revenues	Senior Debt Service Reserve Fund Balance	Subordinate Debt Service Reserve Fund Balance	Operating Reserve Fund Balance	Total Debt Service on Outstanding Senior Bonds	Total Debt Service on Series 2026 A-1 Bonds	Total Debt Service on All Senior Bonds	Projected Senior Bond Debt Service Coverage ²	Total Debt Service on Outstanding Subordinate Bonds	Total Debt Service on Series 2026 A-2 Bonds	Total Debt Service on All Subordinate Bonds	Total Annual Fees	Projected Revenue Coverage Ratio ²
2027	\$11,111,045	-	\$700,000	-	-	\$6,169,625	\$1,804,885	\$7,974,510	148%	\$2,206,012	\$624,987	\$2,830,999	\$31,150	109%
2028	12,248,850	-	700,000	-	-	6,495,625	2,314,500	8,810,125	147%	2,319,399	798,192	3,117,591	31,150	108%
2029	12,599,286	-	700,000	-	-	6,673,375	2,385,375	9,058,750	147%	2,390,114	826,397	3,216,511	31,150	108%
2030	12,792,542	-	700,000	-	-	6,809,750	2,387,750	9,197,500	147%	2,433,220	828,662	3,261,882	31,150	108%
2031	12,807,325	-	700,000	-	-	6,817,375	2,397,000	9,214,375	147%	2,439,198	825,172	3,264,370	31,150	108%
2032	12,871,276	-	700,000	-	-	6,860,000	2,393,250	9,253,250	147%	2,453,451	830,756	3,284,207	31,150	108%
2033	13,269,770	-	700,000	-	-	7,149,250	2,391,625	9,540,875	146%	2,553,657	830,031	3,383,688	31,150	108%
2034	13,810,459	-	700,000	-	-	7,535,500	2,391,875	9,927,375	146%	2,687,983	823,449	3,511,432	31,150	108%
2035	13,800,799	-	700,000	-	-	7,529,750	2,393,875	9,923,625	146%	2,686,641	830,830	3,517,471	31,150	108%
2036	13,821,057	-	700,000	-	-	7,541,000	2,392,375	9,933,375	146%	2,690,782	831,863	3,522,645	31,150	108%
2037	11,472,391	-	700,000	-	-	5,857,000	2,402,125	8,259,125	147%	2,094,851	831,513	2,926,364	30,250	109%
2038	10,444,457	-	700,000	-	-	5,126,875	2,397,750	7,524,625	148%	1,827,533	834,875	2,662,408	30,100	109%
2039	10,137,208	-	700,000	-	-	4,909,000	2,394,500	7,303,500	148%	1,753,549	831,837	2,585,386	29,950	109%
2040	10,000,315	-	700,000	-	-	4,807,000	2,397,250	7,204,250	149%	1,723,645	827,254	2,550,899	29,800	109%
2041	9,298,940	-	700,000	-	-	4,310,750	2,395,375	6,706,125	149%	1,542,822	826,498	2,369,320	29,350	110%
2042	8,848,080	-	700,000	-	-	4,303,625	2,072,875	6,376,500	150%	1,538,218	710,311	2,248,529	29,050	110%
2043	8,847,823	-	700,000	-	-	4,303,125	2,068,250	6,371,375	150%	1,540,016	716,046	2,256,062	29,050	110%
2044	7,019,275	-	700,000	-	-	2,995,750	2,074,250	5,070,000	152%	1,065,422	714,849	1,780,271	28,150	112%
2045	5,683,825	-	700,000	-	-	2,045,750	2,070,625	4,116,375	155%	731,141	711,978	1,443,119	27,100	114%
2046	3,983,911	-	700,000	-	-	1,444,375	1,435,250	2,879,625	163%	517,578	494,022	1,011,600	25,600	120%
2047	341,008	-	700,000	-	-	131,750	-	131,750	790%	50,451	-	50,451	12,150	536%
2048	204,728	-	700,000	-	-	130,875	-	130,875	691%	48,449	-	48,449	12,150	473%
2049	206,450	-	700,000	-	-	134,750	-	134,750	673%	46,446	-	46,446	12,150	469%
Total	\$215,620,820	-	-	-	-	\$110,081,875	\$44,960,760	\$155,042,635		\$39,340,578	\$15,549,522	\$54,890,100	\$636,350	

* Preliminary, subject to change.

¹ Numbers may not add due to rounding.

² The Projected Coverage Ratios in this column are only as of the date of the issuance of the Series 2026 A-1 Bonds and Series 2026 A-2 Bonds, and are not intended to imply that such Projected Coverage Ratios will remain static. To the contrary, such Projected Coverage Ratios may change due to a variety of factors as described under this heading "PROJECTED CASH FLOW."

Projected Sufficiency of Revenues and Projected Coverage Ratios

Upon issuance of the Series 2026 A-1 Bonds and the Series 2026 A-2 Bonds, the Bond Bank will deliver or cause to be delivered to the Trustee a Projected Revenue Certificate, to the effect that the Bond Bank reasonably expects that the expected cash flow to be received by the Trustee under the Indenture, including projected payments on the Qualified Obligations (including the Series 2026 A Qualified Obligations), will, in the judgment of the Bond Bank, show (i) Revenue Coverage equal to at least Required Revenue Coverage, and (ii) Senior Bond Debt Service Coverage equal to at least Required Senior Bond Debt Service Coverage.

The Bond Bank will deliver or cause to be delivered a Projected Revenue Certificate upon the issuance of any additional Senior Bonds, and may deliver a Projected Revenue Certificate at any other time.

The actual cash flow received by the Trustee under the Indenture, including the actual payments on the Qualified Obligations (including the Series 2026 A Qualified Obligations) and actual Investment Earnings on assets in the Trust Estate, is subject to various factors, including general economic conditions, the demand for additional Qualified Obligations, the credit of the Qualified Entities (including the Series 2026 A Qualified Entities), the credit of the issuers of Investment Securities in which moneys are invested, the availability of Investment Securities in which to invest moneys at sufficient rates, possible early termination of investments, and prepayments of Qualified Obligations. As a result of these and other factors, the actual cash flow received by the Trustee under the Indenture, including the actual payments on the Qualified Obligations, the actual Investment Earnings on assets in the Trust Estate and actual and resulting debt service coverage ratio may differ from the assumed cash flow and the Projected Coverage Ratios, and these differences may be substantial. Consequently, the payments on the Qualified Obligations and Investment Earnings on assets in the Trust Estate, as well as the other assets in the Trust Estate, may not be sufficient to pay debt service on the Senior Bonds, when due.

The Bond Bank is not restricted from taking actions inconsistent with its assumptions in the Projected Revenue Certificate. Accordingly, expectations included in the Projected Revenue Certificate may prove incorrect and actual operations of the CFR Program could result in deficiencies requiring the use of all or some portion of the other assets held in the Trust Estate to provide for the payment of the principal of and interest on the Senior Bonds or Subordinate Bonds of any series. In the event the Trust Estate is not sufficient to pay debt service on the Senior Bonds or Subordinate Bonds, when due, the Bond Bank may choose to use any legally available revenues of the Bond Bank, which are not a part of the Trust Estate, to pay debt service. However, the Bond Bank is not obligated to do so. Any use of legally available revenues of the Bond Bank to pay debt service may impact the Projected Coverage Ratios, and such impact may be substantial.

SECURITY AND SOURCES OF PAYMENT FOR THE SERIES 2026 A-1 BONDS

The Series 2026 A-1 Bonds will be issued under and secured by the Indenture. The principal of, redemption premium, if any, and interest on any and all of the Series 2026 A-1 Bonds, together with any Outstanding Senior Bonds (each as defined in [APPENDIX D](#)) that may be authorized and issued by the Bond Bank under the Indenture on a parity with the Series 2026 A-1 Bonds (collectively, the “Senior Bonds”), are payable from those revenues and funds of the Bond Bank pledged pursuant to the Indenture, which includes the Qualified Obligations (including the Series 2026 A Qualified Obligations), for the benefit of the owners of the Senior Bonds equally, ratably and without priority. Any Subordinate Bonds, including the Series 2026 A-2 Bonds (the Subordinate Bonds, together with the Senior Bonds, collectively, the “Bonds”), shall also be issued pursuant to and secured by the Indenture, which such Subordinate Bonds shall have a lien on the Trust Estate subordinate to the lien of the Senior Bonds, including the Series 2026 A-1 Bonds.

Neither the faith, credit nor taxing power of the State of Indiana (the “State”) or any political subdivision thereof, including the Qualified Entities, is pledged to the payment of the principal of, redemption premium, if any, and interest on any of the Bonds. The Bonds and the interest payable thereon are not a debt, liability, loan of the credit or pledge of the faith and credit of the State or of any political subdivision thereof including any Qualified Entity (including any Series 2026 A Qualified Entity). The Bond Bank has no taxing power and has only those powers and sources of revenue set forth in the Act. The Bonds are issued and secured separately from any other obligations issued by the Bond Bank. The sources of payment of and security for the Bonds are more fully described below.

Under the Indenture, the Bonds are secured by a pledge to the Trustee of the Qualified Obligations (including the Series 2026 A Qualified Obligations) and all principal and interest payments made or required to be made on the Qualified Obligations (the “Qualified Obligation Payments”), as described therein. In addition, the Indenture pledges to the payment of the Bonds all proceeds of the Trust Estate, including without limitation all cash and securities held in the Funds and Accounts created by the Indenture (except for the Rebate Fund) and the accounts thereunder, together with Investment Earnings thereon and proceeds thereof (except to the extent transferred to the Rebate Fund from such Funds and Accounts under the Indenture), and all other funds, accounts and moneys to be pledged by the Bond Bank to the Trustee as security under the Indenture, to the extent of any such pledge. Under the Act and Indiana Code 5-1-14-4, such pledge is valid and binding from and after the date of delivery of the Bonds under the Indenture and such Qualified Obligations and the Qualified Obligation Payments thereon shall be immediately subject to the lien of such pledge without any physical delivery of the payments or further act, and the lien of such pledge is valid and binding as against all parties having claims of any kind in tort, contract or otherwise against the Bond Bank, irrespective of whether such parties have notice thereof.

The Qualified Obligations

The Refunded Bonds were issued to provide funds for the purchase of the Series 2026 A Qualified Obligations. From the proceeds of the Series 2026 A-1 Bonds and the Series 2026 A-2 Bonds, together with certain funds remaining under the Prior Indentures, the Bond Bank intends to refund all of the Refunded Bonds. Upon defeasance of the Refunded Bonds, the Prior Trustees will release the Series 2026 A Qualified Obligations from the lien of the Prior Indentures, and the Bond Bank will immediately pledge and assign the Series 2026 A Qualified Obligations to the Trustee to be held under the Indenture as security for the Senior Bonds (including the Series 2026 A-1 Bonds) and the Subordinate Bonds (including the Series 2026 A-2 Bonds). Thereafter, the Qualified Obligations (including the Series 2026 A Qualified Obligations) will secure payment of the Senior Bonds (including the Series 2026 A-1 Bonds) and the Subordinate Bonds (including the Series 2026 A-2 Bonds). As set forth in the Projected Revenue Certificate, the Qualified Obligation Payments on the Qualified Obligations are expected to be sufficient, and along with other monies in the Funds and Accounts under the Indenture and the earnings thereon, to pay the principal of and interest on the Senior Bonds (including the Series 2026 A-1 Bonds) and the Subordinate Bonds (including the Series 2026 A-2 Bonds) when due.

Provisions for Payment of the Qualified Obligations

The payment of principal of and interest on the Qualified Obligations is derived by each of the Qualified Entities from various revenues, a general obligation structure (certain of which are payable from property taxes or other sources) or lease rental revenue bond structure (payable from property taxes or other sources). Each of the Qualified Obligations has been issued pursuant to a separate detailed ordinance, resolution or trust indenture approved or adopted by the governing body of the respective Qualified Entity (collectively, the “Authorizing Instruments”).

See [APPENDIX A](#) for additional information concerning the Qualified Obligations (including the Series 2026 A Qualified Obligations) and the Qualified Entities (including the Series 2026 A Qualified Entities).

Enforcement of the Qualified Obligations

As owner of the Qualified Obligations, the Bond Bank has available to it all remedies available to owners or holders of securities issued by the Qualified Entities. The Act provides that upon the sale and the delivery of any Qualified Obligations to the Bond Bank, a Qualified Entity will be deemed to have agreed that all statutory defenses to nonpayment are waived in the event that the Qualified Entity fails to pay principal of or interest on such Qualified Obligation when due.

The Bond Bank is obligated under the Indenture to avail itself of all remedies and provisions of law applicable in the circumstances, and the failure to exercise any right or remedy within a time or period provided by law may not, according to the Act, be raised as a defense by any defaulting Qualified Entity.

Further, each Qualified Entity has agreed under the QE Agreement for its respective Qualified Obligations to report to the Bond Bank on its compliance with certain covenants which it has made regarding various actions and conditions necessary to preserve the tax exempt status of interest paid on the Qualified Obligations. See the caption

“TAX MATTERS.” The Bond Bank has also determined to consult with the Qualified Entities, as necessary from time to time, with regard to the action needed to be taken by the Qualified Entities to preserve the exclusion of the interest on the Series 2026 A-1 Bonds from the gross income of the holders of the Series 2026 A-1 Bonds.

The Bond Bank intends to monitor the compliance and consult regularly with the Qualified Entities with respect to their requirements under the Qualified Obligations, including the making of Qualified Obligation Payments to the Bond Bank.

Additional Bonds

Pursuant to the Indenture, additional Senior Bonds may be issued with a lien upon the Trust Estate on a parity with the lien thereon in favor of the Series 2026 A-1 Bonds and any other then-Outstanding Senior Bonds, for any purpose permitted to be financed from the proceeds of obligations of the Bond Bank issued under the Act, including without limitation (i) the financing of the acquisition of Qualified Obligations, (ii) the refunding of all or a portion of any Bonds previously issued and Outstanding under the Indenture, including by tender and/or exchange, (iii) the refunding of all or a portion of any obligations of the Bond Bank previously issued in furtherance of the CFR Program and outstanding under a separate trust indenture to which the Bond Bank is a party, including by tender and/or exchange. Such additional Senior Bonds may be issued in any form permitted by law, including, but not limited to, Current Interest Bonds, Variable Rate Bonds, Capital Appreciation Bonds, Optional Tender Bonds, Serial Bonds or Term Bonds or any combination thereof (each as defined in APPENDIX D herein). In connection with the issuance of any additional Senior Bonds, the Bond Bank will deliver to the Trustee a Projected Revenue Certificate, to the effect that the Bond Bank reasonably expects that the expected cash flow to be received by the Trustee under the Indenture, including projected payments on the Qualified Obligations, will, in the judgment of the Bond Bank, be not less than one hundred twenty-five percent (125%) of the debt service due on all Outstanding Senior Bonds, including the Series 2026 A-1 Bonds.

Pursuant to the Indenture, additional Subordinate Bonds may be issued with a lien upon the Trust Estate on a parity with the lien thereon in favor of the Outstanding Subordinate Bonds (including the Series 2026 A-2 Bonds), provided however, such lien upon the Trust Estate is subordinate in all respects to the thereon in favor of the Series 2026 A-1 Bonds and any other then-Outstanding Senior Bonds. Such additional Subordinate Bonds may be issued for any purpose permitted to be financed from the proceeds of obligations of the Bond Bank issued under the Act, including without limitation (i) the financing of the acquisition of Qualified Obligations, (ii) the refunding of all or a portion of any Bonds previously issued and Outstanding under the Indenture, including by tender and/or exchange, (iii) the refunding of all or a portion of any obligations of the Bond Bank previously issued in furtherance of the CFR Program and outstanding under a separate trust indenture to which the Bond Bank is a party, including by tender and/or exchange. Such additional Senior Bonds may be issued in any form permitted by law, including, but not limited to, Current Interest Bonds, Variable Rate Bonds, Capital Appreciation Bonds, Optional Tender Bonds, Serial Bonds or Term Bonds or any combination thereof. In connection with the issuance of any additional Subordinate Bonds, the Bond Bank will deliver to the Trustee a Projected Revenue Certificate, to the effect that the Bond Bank reasonably expects that the expected cash flow to be received by the Trustee under the Indenture, including projected payments on the Qualified Obligations, will, in the judgment of the Bond Bank, be not less than one hundred percent (100%) of the debt service due on all Outstanding Senior Bonds, including the Series 2026 A-1 Bonds and all Outstanding Subordinate Bonds.

Senior Debt Service Reserve Fund

The Act authorizes and the Indenture requires the Bond Bank to establish and maintain the Senior Debt Service Reserve Fund in which there is to be on deposit the lesser of (i) \$700,000 or (ii) the Minimum Senior DSRF Requirement (the “Senior DSRF Requirement”). The Indenture permits the Bond Bank to satisfy all or a portion of the Senior DSRF Requirement by depositing legally available funds or proceeds of the Senior Bonds.

Except as provided in the Indenture, the amount in the Senior Debt Service Reserve Fund shall be used solely to cure deficiencies in the amount on deposit in the Senior Debt Service Fund. If there is a deficiency in the amount on deposit in the Senior Debt Service Fund to pay the principal of and interest on the Senior Bonds when due, then the Trustee shall transfer the amount of the deficiency from the amount, if any, on deposit in the Senior Debt Service Reserve Fund to the Senior Debt Service Fund.

To the extent authorized by the Bond Bank's Board of Directors, the Bond Bank may deposit its own funds directly into the Senior Debt Service Reserve Fund to cure any deficiency in it. There can be no representation or assurance that (i) the Bond Bank would determine to use legally available funds to reduce or eliminate such deficiency or (ii) in the event the Bond Bank determined to use such legally available funds, such amounts would be forthcoming as of any particular date.

ALTHOUGH THE BOND BANK WILL MAINTAIN A DEBT SERVICE RESERVE FUND FOR THE SENIOR BONDS (INCLUDING THE SERIES 2026 A-1 BONDS), THE PROVISIONS OF INDIANA CODE 5-1.5-5-4 AND INDIANA CODE 5-1.5-6.5-4, PERTAINING TO A MORAL OBLIGATION OF THE GENERAL ASSEMBLY OF THE STATE TO CONSIDER REQUESTS TO APPROPRIATE AND REPLENISH A DEBT SERVICE RESERVE FUND, DO NOT APPLY TO THE SERIES 2026 A-1 BONDS OR THE SENIOR DEBT SERVICE RESERVE FUND.

Reduction or Elimination of Reserve Requirements.

Without obtaining the consent of either the Trustee or any of the Owners of the Senior Bonds, the Bond Bank may at any time by resolution adopted by its Board of Directors and filed with the Trustee establish the Minimum Senior DSRF Requirement at an amount less than the Senior DSRF Reserve Requirement, as the case may be, upon satisfaction of the following conditions:

- (1) The above-described resolution contains a finding by the Bond Bank's Board of Directors that such action is not reasonably expected to affect adversely the Bond Bank's ability to pay the Principal and Interest Requirements on the Senior Bonds; and
- (2) The Bond Bank files with the Trustee written confirmation from each Rating Agency for any Senior Bonds then Outstanding that its then-current rating on the Senior Bonds will not be withdrawn or reduced as a result of such action.

Without obtaining the consent of either the Trustee or any of the Owners of the Subordinate Bonds, the Bond Bank may at any time by resolution adopted by its Board of Directors and filed with the Trustee establish the Minimum Subordinate DSRF Requirement at an amount less than the Minimum Subordinate DSRF Requirement, upon satisfaction of the following conditions:

- (1) The above-described resolution contains a finding by the Bond Bank's Board of Directors that such action is not reasonably expected to affect adversely its ability to pay the Principal and Interest Requirements on the Subordinate Bonds; and
- (2) The Bond Bank files with the Trustee written confirmation from each Rating Agency for any Subordinate Bonds then Outstanding that its then-current rating (if any) on the Subordinate Bonds will not be withdrawn or reduced as a result of such action.

AGREEMENT WITH THE STATE

Under the Act, the State has pledged to and agreed with the owners of the bonds or notes of the Bond Bank, including the Series 2026 A-1 Bonds, not to limit or restrict the rights vested in the Bond Bank by the Act to fulfill the terms of any agreements made with the owners of such bonds or notes or in any way impair the rights or remedies of such owners until the bonds and notes, together with interest thereon, and interest on any unpaid installments of interest, and all costs and expenses in connection with any action or proceeding by or on behalf of such owners are fully met, paid and discharged.

RISKS TO OWNERS OF THE SERIES 2026 A-1 BONDS

Purchasers of the Series 2026 A-1 Bonds are advised of certain risk factors with respect to the payment of the Series 2026 A-1 Bonds. This discussion is not intended to be all-inclusive, and other risks may also be present.

Sources of Payments for the Series 2026 A-1 Bonds

The ability of the Bond Bank to pay principal of, and interest on, the Series 2026 A-1 Bonds depends primarily upon the receipt by the Bond Bank of payments pursuant to the Qualified Obligations (including the Series 2026 A Qualified Obligations), including interest at the rates provided therein. Except for the Senior Debt Service Reserve Fund, there is no source of funds which is required to make up for any deficiencies in the event of one or more defaults by one or more Qualified Entities (including the Series 2026 A Qualified Entities) in such payments on the Qualified Obligations. There can be no representation or assurance that the Qualified Entities that issued the Qualified Obligations will receive sufficient taxes or revenues, as the case may be, or otherwise have sufficient funds available to make their required payments on the Qualified Obligations. The receipt of such revenues by any Qualified Entity (including any Series 2026 A Qualified Entity) is subject to, among other things, future economic conditions, actions by creditors, and other conditions which are variable and not certain of prediction. For a description of procedures for providing for the payment of the Qualified Obligations, see the caption “SECURITY AND SOURCES OF PAYMENT FOR THE SERIES 2026 A-1 BONDS -- Provisions for Payment of the Qualified Obligations”.

Tax Exemption

The Bond Bank has covenanted under the Indenture to take all actions and not to fail to take any actions required to assure the continuing exclusion of interest on the Series 2026 A-1 Bonds from gross income for federal income tax purposes. Failure by the Bond Bank to comply with such covenants could cause the interest on the Series 2026 A-1 Bonds to be taxable retroactive to the date of issuance. Also, in connection with the execution and delivery of each of the Qualified Obligations, the Bond Bank received an opinion from nationally recognized bond counsel to the effect that, conditioned upon continuing compliance by the Qualified Entities with certain covenants made in connection with the execution and delivery of such Qualified Obligations, the interest on the Qualified Obligations is excludable from the gross income of the holder thereof for federal income tax purposes under existing statutes, decisions, regulations and rulings. However, the interest on such Qualified Obligations could become taxable in the event that the Qualified Entities fail to comply with certain of such covenants, including without limitation the covenant to rebate or cause to be rebated, if necessary, to the United States government all arbitrage earnings with respect to their Qualified Obligations under certain circumstances and the covenant to take all actions and to refrain from such actions as may be necessary to prevent such Qualified Obligations from being deemed to be “private activity bonds” under the Internal Revenue Code of 1986, as amended and in effect on the date of issuance of the Series 2026 A-1 Bonds and any applicable regulations promulgated thereunder (the “Code”). Such an event could in turn adversely affect the excludability of interest on all of the Series 2026 A-1 Bonds retroactively to the date of issuance. See the caption “TAX MATTERS.” The Bond Bank is not aware of any circumstances that would cause the interest on the Qualified Obligations, to be includable in gross income for federal income tax purposes under the Code, but has not undertaken any investigation in connection with this Official Statement.

Limited Remedies

The remedies available to the Trustee, to the Bond Bank or to the owners of the Series 2026 A-1 Bonds upon the occurrence of an Event of Default under the Indenture or under the terms of the Qualified Obligations are in many respects dependent upon judicial actions which are often subject to discretion and delay. Under existing constitutional and statutory law and judicial decisions, including specifically Title 11 of the United States Code (the “United States Bankruptcy Code”), the remedies provided in the Indenture, the Authorizing Instruments and the Qualified Obligations may not be readily available or may be limited.

PLAN OF FINANCING

A portion of the proceeds of the Series 2026 A-1 Bonds, together with the proceeds of the Series 2026 A-2 Bonds, certain remaining funds under the Prior Indentures and, if necessary, other legally available funds of the Bond Bank* will be used to defease the Refunded Bonds, at which time (a) the Series 2026 A Qualified Obligations pledged under the Prior Indentures will be released from the lien thereof and (b) the Bond Bank will immediately pledge and assign the Series 2026 A Qualified Obligations to the Trustee, which will become part of the Trust Estate under the

* Preliminary, subject to change.

Indenture securing the payment of the Senior Bonds (including the Series 2026 A-1 Bonds) and the Subordinate Bonds (including the Series 2026 A-2 Bonds).

The Refunded Bonds will be called for optional redemption on _____, 20__ (the “Redemption Date”), which is also the expected closing date of the Series 2026 A-1 Bonds and the Series 2026 A-2 Bonds, at 100% of the principal amount thereof. Following the sale of the Series 2026 A-1 Bonds, the Bond Bank expects to issue a conditional notice of redemption for the Refunded Bonds in accordance with the terms of the respective Prior Indentures.

The refunding of the Refunded Bonds will be accomplished by depositing, concurrently with the issuance of the Series 2026 A-1 Bonds and the Series 2026 A-2 Bonds, a portion of the proceeds thereof, together with other moneys legally available therefor, in the escrow fund (the “Escrow Fund”), established under the Indenture which will be immediately disbursed therefrom to refund, defease and redeem the Refunded Bonds on the Redemption Date. Upon such deposits and payment, the Refunded Bonds will no longer be outstanding under the Prior Indentures, and the indebtedness with respect thereto will be discharged.

Causey Public Finance, LLC, Denver, Colorado, a firm of independent public accountants, will deliver to the Bond Bank its attestation report indicating that it has examined, in accordance with standards established by the American Institute of Certified Accountants, the information and assertions provided by the Bond Bank and others. Included in the scope of its examination will be a verification of the mathematical accuracy of: (1) the mathematical computations of the adequacy of the proceeds and other moneys legally available therefor deposited in the Escrow Fund to pay the principal of and interest on the Refunded Bonds on the Redemption Date; and (2) the mathematical computations supporting the conclusion of Barnes & Thornburg LLP that the Series 2026 A-1 Bonds are not “arbitrage bonds” under the Internal Revenue Code of 1986, as amended, and the regulations promulgated thereunder.

APPLICATION OF PROCEEDS OF THE SERIES 2026 A-1 BONDS

Set forth below is a summary of the estimated sources and uses of the proceeds of the Series 2026 A-1 Bonds:

Sources of Funds:	Series 2026 A-1 Bonds
Par Amount	\$
[Net][Original Issue Premium/Discount]	
Funds on Hand ¹	
 TOTAL SOURCES	 \$
 Uses of Funds:	
Defeasance of Refunded Bonds ²	\$
Deposit to Senior Debt Service Reserve Fund	
Underwriter’s Discount	
Costs of Issuance ³	
 TOTAL USES	 \$

¹ Includes an allocable portion of the transfers from general accounts under Prior Indentures.

² In addition to such portion of proceeds of the Series 2026 A-1 Bonds and Funds on Hand, approximately \$10.9 million from proceeds of the Series 2026 A-2 Bonds and funds on hand allocable to the Series 2026 A-2 Bonds, will be used to defease an allocable portion of the Refunded Bonds.

³ Excludes Underwriter’s discount.

THE INDIANA BOND BANK

The Bond Bank was created in 1984, and is organized and existing under and by virtue of the Act as a separate body corporate and politic, constituting an instrumentality of the State for the public purposes set forth in the Act. The Bond Bank is not an agency of the State, but is separate from the State in its corporate and sovereign capacity and has no taxing power. Since its creation, the Bond Bank has provided approximately \$24.1 billion in loans across its various programs without any losses of principal or interest.

Under separate trust indentures and other instruments authorized under the Act, the Bond Bank has previously issued and has outstanding as of March 31, 2026, an aggregate principal amount of approximately \$672,148,856 in separate program obligations not secured by the Indenture. Additionally, as of the date of this Official Statement, the Bond Bank is considering undertaking other types of financing for qualified entities for purposes authorized by and in accordance with the procedures set forth in the Act. The obligations issued by the Bond Bank in connection with any and all such financing, if any, will be secured separately from the Series 2026 A-1 Bonds and will not constitute Bonds under the Indenture or for purposes of this Official Statement.

The Act

Pursuant to the Act, the purpose of the Bond Bank is to assist “qualified entities”, defined in the Act to include, in part, political subdivisions (as defined in Indiana Code 36-1-2-13), state educational institutions, leasing bodies (as defined in Indiana Code 5-1-1-1(a)), any commissions, authorities or authorized bodies of any qualified entity, and any organizations, associations or trusts with members, participants or beneficiaries that are all individually qualified entities. The Bond Bank provides such assistance through programs of among other things, purchasing the bonds, notes or evidences of indebtedness of such qualified entities. Under the Act, qualified entities include entities such as cities and towns (and their respective municipal water, electrical, sewage and storm water works), counties, townships, sanitary districts, regional water and sewer districts, redevelopment authorities, redevelopment commissions, conservancy districts, school corporations, library corporations, special taxing districts, state educational institutions, charter schools, nonprofit corporations, building corporations, redevelopment authorities, redevelopment commissions and other entities.

Each of the Qualified Entities listed in APPENDIX A is a “qualified entity” within the meaning of the Act.

Powers Under the Act

Under the Act, the Bond Bank has a perpetual existence and is granted all powers necessary, convenient or appropriate to carry out its public and corporate purposes including, without limitation, the power to do the following:

1. Make, enter into and enforce all contracts necessary, convenient or desirable for the purposes of the Bond Bank or pertaining to: (i) a loan to or a lease or an agreement with a qualified entity; (ii) a purchase, acquisition or a sale of qualified obligations or other investments; or (iii) the performance of its duties and execution of its powers under the Act;
2. Purchase, acquire or hold qualified obligations or other investments for the Bond Bank's own account or for a qualified entity at such prices and in a manner as the Bond Bank considers advisable, and sell or otherwise dispose of the qualified obligations or investments at prices without relation to cost and in a manner the Bond Bank considers advisable;
3. Fix and establish terms and provisions upon which a purchase or loan will be made by the Bond Bank;
4. Prescribe the form of application or procedure required of a qualified entity for a purchase or loan and enter into agreements with qualified entities with respect to each purchase or loan;
5. Render and charge for services to a qualified entity in connection with a public or private sale of any qualified obligation, including advisory and other services;

6. Charge a qualified entity for costs and services in review or consideration of a proposed purchase, regardless of whether a qualified obligation is purchased, and fix, revise from time to time, charge and collect other fees and charges properly attributable to qualified entities;

7. To the extent permitted by the indenture or other agreements with the owners of bonds or notes of the Bond Bank, consent to modification of the rate of interest, time and payment of installments of principal or interest, security or any other term of a bond, note, contract or agreement of any kind to which the Bond Bank is a party;

8. Appoint and employ general or special counsel, accountants, financial advisors or experts, and all such other or different officers, agents and employees as it requires;

9. In connection with the purchase of any qualified obligations, consider the need, desirability or eligibility of the qualified obligation to be purchased, the ability of the qualified entity to secure financing from other sources, the costs of such financing and the particular public improvement or purpose to be financed or refinanced with the proceeds of the qualified obligation to be purchased by the Bond Bank;

10. Temporarily invest moneys available until used for making purchases, in accordance with the indenture or any other instrument authorizing the issuance of bonds or notes; and

11. Issue bonds or notes of the Bond Bank in accordance with the Act bearing fixed or variable rates of interest in aggregate principal amounts considered necessary by the Bond Bank to provide funds for any purposes under the Act; provided, that the total amount of bonds or notes of the Bond Bank outstanding at any one time may not exceed any aggregate limit imposed by the Act, currently fixed at \$1,000,000,000. Such aggregate limit of \$1,000,000,000 does not apply to: (i) bonds or notes issued to fund or refund bonds or notes of the Bond Bank; (ii) bonds or notes issued for the purpose of purchasing an agreement executed by a qualified entity under Indiana Code 20-49-4; (iii) bonds, notes or other obligations not secured by a reserve fund under Indiana Code 5-1.5-5; (iv) bonds, notes, or other obligations if funds and investments, and the anticipated earned interest on those funds and investments, are irrevocably set aside in amounts sufficient to pay the principal, interest, and premium on the bonds, notes, or obligations at their respective maturities or on the date or dates fixed for redemption; and (v) obligations of certain types of qualified entities that have separate limits.

Under the Act, the Bond Bank may not do any of the following:

1. Lend money other than to a qualified entity;
2. Purchase a security other than a qualified obligation to which a qualified entity is a party as issuer, borrower or lessee, or make investments other than as permitted by the Act;
3. Deal in securities within the meaning of or subject to any securities law, securities exchange law or securities dealers law of the United States, the State or any other state or jurisdiction, domestic or foreign, except as authorized by the Act;
4. Emit bills of credit or accept deposits of money for time or demand deposit, administer trusts or engage in any form or manner, or in the conduct of, any private or commercial banking business or act as a savings bank, savings association or any other kind of financial institution; or
5. Engage in any form of private or commercial banking business.

Organization and Membership of the Bond Bank

The membership of the Board of Directors of the Bond Bank (the "Board") consists of seven Directors: the Treasurer of State, serving as Chair Ex Officio, the Director of the Indiana Finance Authority, appointed by the Governor and serving as Director Ex Officio, and five Directors appointed by the Governor of the State. Each of the five Directors appointed by the Governor must be a resident of the State and must have substantial expertise in the buying, selling and trading of municipal securities or in municipal administration or public facilities management.

Each such Director will serve for a three-year term as set forth below. Upon expiration of such term, a Director will continue to serve until a successor is appointed and qualified. Each such Director is also eligible for reappointment and may be removed for cause by the Governor. Any vacancy on the Board is filled by appointment of the Governor for the unexpired term only.

The Board elects one Director to serve as Vice Chair. The Board also appoints and fixes the duties and compensation of an Executive Director, who serves as both secretary and treasurer. The powers of the Bond Bank are vested in the Board of Directors, any four of whom constitute a quorum. Action may be taken at any meeting of the Board by the affirmative vote of at least four Directors. A vacancy on the Board does not impair the right of a quorum to exercise the powers and perform the duties of the Board.

Directors

The following persons, including those persons with the particular types of experience required by the Act, comprise the present Board:

Daniel Elliott, Chair Ex Officio; Treasurer of the State, January 9, 2023 to present. Residence: Morgan County, Indiana. Elected as Indiana's 56th State Treasurer on November 8, 2022. As the state's chief investment officer, he oversees more than \$16 billion, and he also serves as Chair of several key boards, including the Indiana Bond Bank, the Statewide E-911 Board, the Indiana Education Savings Authority, and the ABLE Authority.

Before becoming Treasurer, Elliott spent 25 years in information technology as a software engineer, architect, and entrepreneur, running his own consulting firm specializing in software development and cybersecurity. He also served locally on the Morgan County Council and as President of the Morgan County Redevelopment Commission, giving him firsthand insight into the challenges communities face.

Raised in rural Jennings County, Elliott now lives on a small farm in Morgan County with his wife, Laura, and their four children. A proud school-choice dad and the first Latter-Day Saint elected to statewide office in Indiana, he remains rooted in faith, family, and traditional Hoosier values. In his free time, he enjoys the outdoors and training horses with his kids.

James P. McGoff, Public Finance Director of the State of Indiana, January 3, 2026, to present. Residence: Cicero, Indiana. Previously, Chief Operating Officer and Director of Environmental Programs of the Indiana Finance Authority and has also served as the Indiana Finance Authority's General Counsel. Prior to joining State government, Jim was a partner in the Indianapolis law firm Bingham McHale LLP (currently, Dentons, LLP), where he was a member of the firm's public finance practice group, representing the State of Indiana and many Indiana cities and towns with their municipal borrowing needs. He is a past member of the US EPA Environmental Financial Advisory Board (2016-2021), US EPA SRF State Workgroup and Counsel of Infrastructure Financing Authorities, serving as President from 2020-2022. Jim was also a past member of the Great Lakes Protection Fund- Advisory Board. Mr. McGoff is a past member of the National Association of Bond Lawyers, Indiana and American Bar Associations and is a Certified Public Accountant (Inactive). He graduated with a degree in Accounting from Indiana University's Kelley School of Business and earned a J.D. from the Indiana University Maurer School of Law.

Mike Lucas, Vice-Chair; term expires July 31, 2024. Residence: Carmel, Indiana. Retired of counsel at Barnes & Thornburg. He practiced extensively in the area of municipal finance for 40 years and has participated in numerous municipal finance transactions in Indiana and throughout the United States. He acted as bond counsel for the state of Indiana and innumerable local governmental units.

Shawna Girgis, Director; term expires July 31, 2024. Residence: Bedford, Indiana. Senior Project Manager for IU Health South Region. Adjunct Faculty, Indiana University O'Neill School of Public and Environmental Affairs. Former Roles: Mayor, Bedford, Indiana (2008 – 2019); Executive Director of the Indiana Rural Health Association (IRHA) 2005 – 2007. B.S. and Masters in Social Work, Indiana University.

Dustin Huddleston, Director; term expires November 30, 2028. Residence: Franklin, Indiana. Counsel, Huddleston & Huddleston (2007-Present) practices in the areas of General Civil Law, Trial law, Appellate Practice,

Banking Law, Corporate Law, Zoning Law, Family Law, Real Estate Law, Probate Law, and Real Property Assessment Law. Licensed to Practice Law in the States of Indiana and Florida. Admitted to Practice in all associated appellate courts and the United States Supreme Court. Represents the Town of Edinburgh and the Johnson County Assessor. Is a member of the Indiana Supreme Court Character and Fitness Committee and president of Franklin Education Connection.

Colette Irwin-Knott, Director, term expires November 30, 2028. Residence: Zionsville, Indiana. Retired financial advisor from Umbaugh. She provided extensive knowledge in the area of capital budgeting and financial advisory services for municipal bond issuances for 33 years and has participated in numerous municipal finance transactions in Indiana. Served as Interim President of Valparaiso University from September 2020-March 2021 and is a past president of the National Association of Independent Public Finance Advisors.

Deron S. Kintner, Director; term expires July 31, 2024. Residence: Zionsville, Indiana. Principal, Flaherty & Collins Properties (2014-Present), Former Roles: Attorney, Bingham McHale LLP; Executive Director & General Counsel, Indianapolis Local Public Improvement Bond Bank; Deputy Mayor of Economic & Workforce Development, City of Indianapolis; Service: Indianapolis Downtown Inc. – Board Member, Indianapolis Business Journal Forty Under 40 (2014), Indianapolis Business Journal Who's Who in Banking and Finance (2011), NCAA Men's Final Four Local Organizing Committee Member (2010, 2015), Big Ten Conference Basketball Tournament & Football Championship Executive Committee Member (2011-2012), Penrod Art Society – Member, Town of Zionsville Redevelopment Commission Member.

Although the expiration date of the terms of three of the Directors has passed, the Act provides that a Director's term will not expire until the Director's successor is appointed and qualified. No such successors have been appointed and qualified as of the date hereof.

The Directors are authorized to appoint and fix the duties and compensation of an Executive Director, who serves as both secretary and treasurer of the Board. The Directors appointed Jacob Blasdel as Executive Director of the Bond Bank effective on February 16, 2023:

Jacob Blasdel, Executive Director. Residence: Indianapolis, Indiana. Previously, Clerk-Treasurer (2020 to 2023) and Town Manager (2017 to 2020), Town of Speedway, Indiana; Project Finance Senior Analyst, AES Corporation, 2013 to 2017; Asset Liability Management Officer, First Merchants Bank, 2012 to 2013; Financial Analyst, Indiana Finance Authority, 2011 to 2012; Budget Analyst, Indiana State Budget Agency, 2008 to 2011; Risk Analyst, Irwin Financial Corporation, 2007-2008. Current, Vice President, Speedway Redevelopment Commission.

REVENUES, FUNDS AND ACCOUNTS

The Indenture creates certain Funds and Accounts identified in more detail below. Pursuant to the Indenture, the Trustee will deposit the net proceeds of the Series 2026 A-1 Bonds, together with other moneys into these Funds and Accounts as described below. APPENDIX C sets forth a summary of certain provisions of the Indenture.

Creation of Funds and Accounts

The Indenture establishes or provides for the continuation of the following Funds and Accounts to be held by the Trustee which are pledged as security for the Bonds:

1. Revenue Fund
2. Senior Debt Service Fund
3. Senior Debt Service Reserve Fund
4. Subordinate Debt Service Fund
5. Subordinate Debt Service Reserve Fund
6. Operating Reserve Fund

The Second Supplemental Indenture establishes the following Funds and Accounts to be held by the Trustee which are not pledged as security for the Bonds:

1. Series 2026A Escrow Fund
2. Series 2026A Rebate Fund

Deposit of Net Proceeds of the Series 2026 A-1 Bonds, Revenues and Other Receipts

On the date of delivery of the Series 2026 A-1 Bonds, the Trustee will deposit the proceeds from the sale of the Series 2026 A-1 Bonds, and, if necessary, certain other legally available funds of the Bond Bank, as follows:

- (a) Into the Series 2026A Cost of Issuance Fund, the amount of \$_____ in order to pay the Costs of Issuance (other than the Underwriter's discount retained by the Underwriter);
- (b) Into the Series 2026A Escrow Fund, the amount of \$_____, which, together with a portion of other moneys held under the Prior Indentures (in the amount equal to \$_____), a portion of the proceeds of the Series 2026 A-2 Bonds (in an amount equal to \$_____) and a portion of other moneys held under the Prior Indentures allocable to the Series 2026 A-2 Bonds (in an amount equal to \$_____), will be used to defease and refund the Refunded Bonds; and
- (c) Into the Senior Debt Service Reserve Fund, the amount of \$_____ [,together along with other legally available revenue of the Bond Bank (in the amount equal to \$_____)] which, together with the amount currently on deposit in the Senior Debt Service Reserve fund equal to \$500,000, will be used to satisfy the Senior DSRF Requirement.

OPERATION OF REVENUE FUND AND PLEDGED FUNDS

Revenue Fund

The Trustee shall promptly deposit, and hold in the Revenue Fund, all Qualified Obligation Payments and any other amounts transferred to the Revenue Fund from other Funds and Accounts or other sources as provided under the Master Indenture or the Supplemental Series Indentures. On or before each Payment Date on any Series of the Bonds, the Trustee shall make transfers from the Revenue Fund in the amounts and in the order of priority set forth below:

FIRST: To the Senior Debt Service Fund the amount, if any, required so that the balance therein shall equal the amount of principal, if any, and interest due on the Payment Date on the Senior Bonds;

provided that for the purpose of computing the amount to be paid to the Senior Debt Service Fund there shall be deducted the amount, if any, set aside in the Senior Debt Service Fund which was deposited therein as accrued or capitalized interest and any amounts transferred to the Senior Debt Service Fund as provided in Section 8.3(a)(4) of the Master Trust Indenture, together in each case with Investment Earnings thereon; and

SECOND: To the Senior Debt Service Reserve Fund the amount necessary to cause the balance therein to be equal to the Senior DSRF Requirement (which shall include the reimbursement of a Senior DSRF Credit Provider for any drawings on a Senior DSRF Credit Facility and the payment of any interest, penalties or fees assessed by the Senior DSRF Credit Provider); and

THIRD: To the Rebate Funds the amounts necessary to provide for the payment of any Rebate Amounts with respect to any Series of Bonds as confirmed in an Officer's Certificate; and

FOURTH: To the Subordinate Debt Service Fund the amount, if any, required so that the balance therein shall equal the amount of principal, if any, and interest due on the Payment Date on the Subordinate Bonds; provided that for the purpose of computing the amount to be paid to the Subordinate Debt Service Fund there shall be deducted the amount, if any, set aside in the Subordinate Debt Service Fund which was deposited therein as accrued or capitalized interest and any amounts transferred to the Subordinate Debt Service Fund as provided in Section 8.5(a)(4) of the Master Trust Indenture, together in each case with Investment Earnings thereon; and

FIFTH: To the Subordinate Debt Service Reserve Fund to the extent necessary to cause the balance therein to be equal to the Subordinate DSRF Requirement (which shall include the reimbursement of a Subordinate DSRF Credit Provider for any drawings on a Subordinate DSRF Credit Facility and the payment of any interest, penalties or fees assessed by the Subordinate DSRF Credit Provider); and

SIXTH: To the Operating Reserve Fund, any balance remaining in the Revenue Fund, unless and to the extent that the remaining balance is necessary to pay future Principal and Interest Requirements on the Bonds at the times and in the amounts provided in (i) a Supplemental Series Indenture and confirmed in Officer's Certificate or (ii) an Officer's Certificate.

The Trustee shall apply any amounts retained in the Revenue Fund as described in paragraph "SIXTH" of subsection (a) above to pay the Principal and Interest Requirements on the Bonds at the times and in the amounts provided in the applicable Supplemental Series Indenture or Officer's Certificate, as the case may be.

In the case of Bonds of a Series secured by a Bond Credit Facility, amounts on deposit in the Revenue Fund may be transferred to the Senior Debt Service Fund or Subordinate Debt Service Fund, as the case may be, the Related Reimbursement Fund or elsewhere as provided in the Related Supplemental Series Indenture to reimburse the Bond Credit Provider for amounts drawn under the Bond Credit Facility to pay the principal of and premium, if any, and interest on such Bonds.

Senior Debt Service Fund

The Trustee shall promptly deposit the following amounts in the Senior Debt Service Fund:

(1) The amount, if any, of the proceeds of the Senior Bonds of any Series, required by the Related Supplemental Series Indenture to be deposited in the Senior Debt Service Fund in respect of accrued and/or capitalized interest.

(2) All amounts required to be transferred to the Senior Debt Service Fund from the Revenue Fund pursuant to paragraph "FIRST" of Section 8.2(a) of the Master Trust Indenture.

(3) Any amounts required to be transferred to the Senior Debt Service Fund from the Senior Debt Service Reserve Fund and the Operating Reserve Fund as provided under the Master Indenture.

(4) Any other amounts required to be paid to the Senior Debt Service Fund or otherwise made available for deposit therein by any Qualified Entity or the Bond Bank, including amount made available pursuant to the Related Supplemental Series Indenture.

The Trustee shall pay out of the Senior Debt Service Fund to the Paying Agents for the Senior Bonds (i) on each Interest Payment Date, the amount required for the payment of interest on the Senior Bonds then due and (ii) on any redemption date, the amount required for the payment of accrued interest on the Senior Bonds to be redeemed unless the payment of such accrued interest shall be otherwise provided for, and such amounts shall be applied by the Paying Agents to such payment. The Trustee shall also pay out of the Senior Debt Service Fund the accrued interest included in the purchase price of the Senior Bonds of any Series purchased for retirement pursuant to the Master Indenture.

The Trustee shall pay out of the Senior Debt Service Fund to the Paying Agents for the Bonds on each Principal Payment Date and redemption date for the Senior Bonds, the amounts then required for the payment of such principal or Redemption Price, and such amounts shall be applied by the Paying Agents to such payments.

Senior Debt Service Reserve Fund

Except as specifically provided below, the amount in the Senior Debt Service Reserve Fund shall be used solely to cure deficiencies in the amount on deposit in the Senior Debt Service Fund. If there is a deficiency in the amount on deposit in the Senior Debt Service Fund to pay the principal of and interest on the Senior Bonds when due, then the Trustee shall transfer the amount of the deficiency from the amount, if any, on deposit in the Senior Debt Service Reserve Fund to the Senior Debt Service Fund. The Trustee immediately shall notify the Bond Bank of the transfer. Notwithstanding the foregoing, no such transfer from the Senior Debt Service Reserve Fund shall relieve a Qualified Entity of its obligation to make the payments due on its Qualified Obligations or under the Related QE Agreement.

On each Reserve Determination Date, the Trustee shall determine if the balance on deposit in the Senior Debt Service Reserve Fund is at least equal to the Senior DSRF Requirement. Unless and until the Bond Bank satisfies the requirements of Section 8.7 of the Master Trust Indenture, the Senior DSRF Requirement and the Minimum Senior DSRF Requirement shall be equal. In making each such determination, investments on deposit in the Senior Debt Service Reserve Fund shall be valued as provided in Section 11.2 of the Master Trust Indenture. If on any Reserve Determination Date the amount in the Senior Debt Service Reserve Fund is less than the Senior DSRF Requirement, the Trustee shall immediately notify the Bond Bank of such fact and the amount of the deficiency.

To the extent authorized by the Bond Bank's Board of Directors, the Bond Bank may deposit its own funds directly into the Senior Debt Service Reserve Fund to cure any deficiency in it.

If any deficiency below the Senior DSRF Requirement shall continue to exist on or before June 1 of the Bond Bank's fiscal year in which the deficiency occurs, the Bond Bank's Chair shall make and deliver to the Bond Bank's Board of Directors a certificate setting forth the amount of such deficiency, including any amounts owed or which may become due and owing to a Senior DSRF Credit Provider with respect to a Senior DSRF Credit Facility. Notwithstanding anything to the contrary contained herein, in determining whether such deficiency continues to exist on a June 1, the Executive Director of the Bond Bank shall not take into account any deficiency resulting solely from the valuation by the Trustee of the investments in the Senior Debt Service Reserve Fund (as opposed to a transfer therefrom to the Senior Debt Service Fund due to a default on a Qualified Obligation). Notwithstanding anything herein to the contrary, the Bonds shall never constitute a general or moral obligation of the State or any political subdivision thereof. Although the Bond Bank will establish the Senior Debt Service Reserve Fund for the Senior Bonds, the provisions of Indiana Code 5-1.5-5-4 and Indiana Code 5-1.5-6.5-4, pertaining to a moral obligation of the General Assembly of the State of Indiana to consider appropriations to replenish a debt service reserve fund, do not apply to the Senior Bonds or the Senior Debt Service Reserve Fund.

The Trustee shall deposit directly into the Senior Debt Service Reserve Fund any payments authorized by the Bond Bank's Board of Directors and made by the Bond Bank from its own funds in order to replenish any deficiency below the Senior DSRF Requirement in the Senior Debt Service Reserve Fund.

Any interest earned from the investment of money in the Senior Debt Service Reserve Fund shall be transferred upon receipt to the Revenue Fund and/or to pay any Rebate Amounts in accordance with the Supplemental Series Indentures and Tax Certificates (as confirmed in an Officer's Certificate) to the extent that such transfer will not cause the balance in the Senior Debt Service Reserve Fund to be less than the Senior DSRF Requirement. If on any Reserve Determination Date there exists a surplus in the Senior Debt Service Reserve Fund, the Trustee shall transfer such surplus to the Revenue Fund and/or use it to pay any Rebate Amounts in accordance with the supplemental Series Indentures and Tax Certificates (as confirmed in an Officer's Certificate); provided, however, that if on any Reserve Determination Date there exists or will exist a surplus in the Senior Debt Service Reserve Fund as the result of the payment at maturity, redemption or defeasance under Article XII of the Master Trust Indenture of a portion of the Bonds on or as of such Reserve Determination Date, then the Trustee is authorized to apply the surplus as specified in (i) a Supplemental Series Indenture (as confirmed in an Officer's Certificate) or (ii) an Officer's Certificate.

In lieu of maintaining and depositing money or securities in the Senior Debt Service Reserve Fund, the Bond Bank may deposit with the Trustee a Senior DSRF Credit Facility in an amount equal to all or a portion of the Senior DSRF Requirement. Any Senior DSRF Credit Facility will permit the Trustee to draw or obtain under it for deposit in the Senior Debt Service Reserve Fund amounts that, when combined with the other amounts in the Senior Debt Service Reserve Fund, are not less than the Senior DSRF Requirement. The Trustee will make a drawing on or otherwise obtain funds under the Senior DSRF Credit Facility before its expiration or termination (i) whenever money is required for the purposes for which Senior Debt Service Reserve Fund money may be applied and (ii) unless such Senior DSRF Credit Facility has been extended or a qualified replacement for it delivered to the Trustee, in the event the Bond Bank has not deposited immediately available funds equal to the Senior DSRF Requirement .at least two Business Days preceding the expiration or termination of the Senior DSRF Credit Facility.

If the Bond Bank provides the Trustee with a Senior DSRF Credit Facility as provided in Section 8.4(g) or otherwise satisfies the requirements of Section 8.7 of the Master Trust Indenture, the Trustee will transfer the corresponding amount of funds then on deposit in the Senior Debt Service Reserve Fund to the Bond Bank, provided the Bond Bank delivers to the Trustee (i) an Opinion of Bond Counsel that such transfer of funds will not adversely affect the exclusion from gross income for purposes of federal income taxation of interest on any Bonds the interest on which was excludable on the date of their issuance and (ii) the Bond Bank covenants to comply with any directions or restrictions contained in such opinion concerning the use of such funds.

Subordinate Debt Service Fund

The Trustee shall promptly deposit the following amounts in the Subordinate Debt Service Fund:

- (1) The amount, if any, of the proceeds of the Subordinate Bonds of any Series, required by the Related Supplemental Series Indenture to be deposited in the Subordinate Debt Service Fund in respect of accrued and/or capitalized interest.
- (2) All amounts required to be transferred to the Subordinate Debt Service Fund from the Revenue Fund pursuant to paragraph "FOURTH" of Section 8.2(a) of the Master Trust Indenture.
- (3) Any amounts required to be transferred to the Subordinate Debt Service Fund from the Subordinate Debt Service Reserve Fund as provided under the Master Indenture.
- (4) Any other amounts required to be paid to the Subordinate Debt Service Fund or otherwise made available for deposit therein by any Qualified Entity or the Bond Bank, including amounts made available pursuant to the Related Supplemental Series Indenture.

The Trustee shall pay out of the Subordinate Debt Service Fund to the Paying Agents for the Subordinate Bonds (i) on each Interest Payment Date, the amount required for the payment of interest on the Subordinate Bonds then due and (ii) on any redemption date, the amount required for the payment of accrued interest on the Bonds to be redeemed unless the payment of such accrued interest shall be otherwise provided for, and such amounts shall be applied by the Paying Agents to such payment. The Trustee shall also pay out of the Subordinate Debt Service Fund

the accrued interest included in the purchase price of the Subordinate Bonds of any series purchased for retirement pursuant to the Master Indenture.

The Trustee shall pay out of the Subordinate Debt Service Fund to the Paying Agents for the Bonds on each Principal Payment Date and redemption date for the Subordinate Bonds, the amounts then required for the payment of such principal or Redemption Price, and such amounts shall be applied by the Paying Agents to such payments.

Subordinate Debt Service Reserve Fund

Except as specifically provided below, the amount in the Subordinate Debt Service Reserve Fund shall be used solely to cure deficiencies in the amount on deposit in the Subordinate Debt Service Fund. If there is a deficiency in the amount on deposit in the Subordinate Debt Service Fund to pay the principal of and interest on the Subordinate Bonds when due, then the Trustee shall transfer the amount of the deficiency from the amount, if any, on deposit in the Subordinate Debt Service Reserve Fund to the Subordinate Debt Service Fund. The Trustee immediately shall notify the Bond Bank of the transfer. Notwithstanding the foregoing, no such transfer from the Subordinate Debt Service Reserve Fund shall relieve a Qualified Entity of its obligation to make the payments due on its Qualified Obligations or under the Related Agreement.

On each Reserve Determination Date, the Trustee shall determine if the balance on deposit in the Subordinate Debt Service Reserve Fund is at least equal to the Subordinate DSRF Requirement and the Minimum Subordinate DSRF Requirement. Unless and until the Bond Bank satisfies the requirements of Section 8.7 of the Master Trust Indenture, the Subordinate DSRF Requirement and the Minimum Subordinate DSRF Requirement shall be equal. In making each such determination, investments on deposit in the Subordinate Debt Service Reserve Fund shall be valued as provided in Section 11.2 of the Master Trust Indenture. If on any Reserve Determination Date the amount in the Subordinate Debt Service Reserve Fund is less than the Subordinate DSRF Requirement or the Minimum Subordinate DSRF Requirement, the Trustee shall immediately notify the Bond Bank of such fact and the amount of the deficiency.

The Bond Bank may deposit its own funds directly into the Subordinate Debt Service Reserve Fund to cure any deficiency in it.

If any deficiency below the Subordinate DSRF Requirement shall continue to exist on or before June 1 of the Bond Bank's fiscal year in which the deficiency occurs, the Bond Bank's Chair shall make and deliver to the Bond Bank's Board of Directors a certificate setting forth the amount of such deficiency, including any amounts owed or which may become due and owing to a Subordinate DSRF Credit Provider with respect to a Subordinate DSRF Credit Facility. Notwithstanding anything to the contrary contained herein, in determining whether such deficiency continues to exist on a June 1, the Executive Director of the Bond Bank shall not take into account any deficiency resulting solely from the valuation by the Trustee of the investments in the Subordinate Debt Service Reserve Fund (as opposed to a transfer therefrom to the Subordinate Debt Service Fund due to a default on a Qualified Obligation). Notwithstanding anything herein to the contrary, the Bonds shall never constitute a general or moral obligation of the State or any political subdivision thereof. Although the Bond Bank will establish the Subordinate Debt Service Reserve Fund for the Subordinate Bonds, the provisions of Indiana Code 5-1.5-5-4 and Indiana Code 5-1.5-6.5-4, pertaining to a moral obligation of the General Assembly of the State of Indiana to consider appropriations to replenish a debt service reserve fund, do not apply to the Subordinate Bonds or the Subordinate Debt Service Reserve Fund.

The Trustee shall deposit directly into the Subordinate Debt Service Reserve Fund any payments authorized by the Bond Bank's Board of Directors and made by the Bond Bank from its own funds in order to replenish any deficiency below the Subordinate DSRF Requirement in the Subordinate Debt Service Reserve Fund.

Any interest earned from the investment of money in the Subordinate Debt Service Reserve Fund shall be transferred upon receipt to the Revenue Fund and/or to pay any Rebate Amounts in accordance with the Supplemental Series Indentures and Tax Certificates (as confirmed in an Officer's Certificate filed with the Trustee) to the extent that such transfer will not cause the balance in the Subordinate Debt Service Reserve Fund to be less than the Subordinate DSRF Requirement. If on any Reserve Determination Date there exists a surplus in the Subordinate Debt Service Reserve Fund, the Trustee shall transfer the surplus to the Revenue Fund and/or use it to pay any Rebate Amounts in accordance with the supplemental Series Indentures and Tax Certificates (as confirmed in an Officer's Certificate); provided, however, that if on any Reserve Determination Date there exists or will exist a surplus in the

Subordinate Debt Service Reserve Fund as the result of the payment at maturity, redemption or defeasance under Article of a portion of the Subordinate Bonds on or as of such Reserve Determination Date, then the Trustee is authorized to apply the surplus as specified in (i) a Supplemental Series Indenture (as confirmed in an Officer's Certificate) or (ii) an Officer's Certificate.

In lieu of maintaining and depositing money or securities in the Subordinate Debt Service Reserve Fund, the Bond Bank may deposit with the Trustee a Subordinate DSRF Credit Facility in an amount equal to all or a portion of the Subordinate DSRF Requirement. Any Subordinate DSRF Credit Facility will permit the Trustee to draw or obtain under it for deposit in the Subordinate Debt Service Reserve Fund amounts that, when combined with the other amounts in the Subordinate Debt Service Reserve Fund, are not less than the Subordinate DSRF Requirement. The Trustee will make a drawing on or otherwise obtain funds under the Subordinate DSRF Credit Facility before its expiration or termination (i) whenever money is required for the purposes for which Subordinate Debt Service Reserve Fund money may be applied and (ii) unless such Subordinate DSRF Credit Facility has been extended or a qualified replacement for it delivered to the Trustee, in the event the Bond Bank has not deposited immediately available funds equal to the Subordinate DSRF Requirement at least two Business Days preceding the expiration or termination of the Subordinate DSRF Credit Facility.

If the Bond Bank provides the Trustee with a Subordinate DSRF Credit Facility or otherwise satisfies the requirements of Section 8.7 of the Master Trust Indenture, the Trustee will transfer the corresponding amount of funds then on deposit in the Subordinate Debt Service Reserve Fund to the Bond Bank, provided the Bond Bank delivers to the Trustee (i) an Opinion of Bond Counsel that such transfer of funds will not adversely affect the exclusion from gross income for purposes of federal income taxation of interest on any Bonds the interest on which was excludable on the date of their issuance and (ii) the Bond Bank covenants to comply with any directions or restrictions contained in such opinion concerning the use of such funds.

On the date of issuance of the Series 2026 A-2 Bonds, the Subordinate DSRF Requirement is expected to be \$0, and no proceeds of the Series 2026 A-2 Bonds or other available funds of the Bond Bank are expected to be deposited therein. However, the Bond Bank may elect to increase the Subordinate DSRF Requirement in connection with the issuance of additional Subordinate Bonds as may be set forth in a Related Supplemental Series Indenture.

Operating Reserve Fund

On each Payment Date, any amount on deposit in the Operating Reserve Fund shall be transferred to the Senior Debt Service Fund if and to the extent that after the transfers from the Senior Debt Service Reserve Fund provided for in Section 8.4(a) of the Master Trust Indenture, amounts on deposit in the Senior Debt Service Fund are insufficient to pay the principal and interest due on the Senior Bonds on such date.

After satisfying the requirements set forth in Section 8.8(a) of the Master Trust Indenture, any amount on deposit in the Operating Reserve Fund shall be used to pay Annual Fees described in the most recent Projected Revenue Certificate coming due in then-current Bond Year before being used for any other purpose.

Investment Earnings on amounts in the Operating Reserve Fund shall be retained therein unless necessary for transfer to the Senior Debt Service Fund as provided in subsection (a) above or transferred to the Bond Bank as provided in subsection (c) below.

At any time upon the filing with the Trustee of a Projected Revenue Certificate, the Bond Bank may transfer to itself, from amounts on deposit in the Operating Reserve Fund, free and clear of any lien or pledge created by the Master Indenture, any amount which is in excess of the Minimum Balance as set forth in the Projected Revenue Certificate. Any amount the Bond Bank transfers to itself may be applied to any lawful purpose under the Act.

OPERATION OF CERTAIN NON-PLEGDED FUNDS

Cost of issuance Fund

There shall be deposited in each Cost of Issuance Fund the portion of the proceeds of the Related Series of Bonds and such other amounts as may be specified in the Related Supplemental Series Indenture. The Bond Bank shall use such amounts to pay costs of issuance incurred in connection with the issuance of the Related Series of Bonds. Upon the filing with the Trustee of an Officer's Certificate that no further costs of issuance are to be paid from a Cost of Issuance Fund, the Bond Bank shall transfer any amounts remaining on deposit in such Fund to the Revenue Fund, the Related Acquisition Fund and/or another Fund or Account established hereunder as may be authorized or directed by the Related Supplemental Series Indenture or Tax Certificate. Investment Earnings on a Cost of Issuance Fund may be transferred therefrom periodically as provided in the Related Supplemental Series Indenture and Tax Certificate.

Acquisition Fund

There shall be deposited into each Acquisition Fund such portion of the proceeds of the Related Series of Bonds and other amounts as may be specified in the Related Supplemental Series Indenture. The Bond Bank shall use amounts in each Acquisition Fund to acquire Related Qualified Obligations in accordance with the specific requirements of the Related Supplemental Series Indenture) Tax Certificate and Related QE Agreements. Upon the filing with the Trustee of an Officer's Certificate that no additional Qualified Obligations are to be acquired or principal advances made thereon from amounts in an Acquisition Fund, the Bond Bank shall transfer any amounts remaining on deposit in such Fund to the Revenue Fund and/or another Fund or Account established hereunder as may be authorized or directed by the Related Supplemental Series Indenture or Tax Certificate. Investment Earnings in an Acquisition Fund may be transferred periodically therefrom as provided in the Related Supplemental Series Indenture and Tax Certificate. Under the Second Supplemental Series Trust Indenture, no proceeds of the Series 2026 A-1 Bonds will be deposited into the Acquisition Fund.

Rebate Fund

There shall be, deposited in each Rebate Fund Rebate Amounts and such other amounts as may be specified in the Related Supplemental Series Indenture and the Related Tax Certificate. The Bond Bank shall use the balance in a Rebate Fund to pay the obligations under Section 148 of the Code in connection with the Related Series of Bonds. The Bond Bank may transfer any amounts on deposit in a Rebate Fund that are not needed for such purpose to the Revenue Fund, the Operating Reserve Fund and/or another Fund or Account established hereunder as may be authorized or directed by the Related Supplemental Series Indenture or Tax Certificate and confirmed in an Officer's Certificate.

AVAILABILITY OF DOCUMENTS AND FINANCIAL INFORMATION

Audited financial reports of the Bond Bank (the "Financial Reports") are prepared annually and are presently available for the year ended June 30, 2025, appended hereto as part of this Official Statement (see "APPENDIX E: FINANCIAL STATEMENTS OF THE BOND BANK").

CONTINUING DISCLOSURE

Pursuant to continuing disclosure requirements promulgated by the Securities and Exchange Commission in SEC Rule 15c2-12, as amended (the "Rule"), the Bond Bank will enter into a Continuing Disclosure Undertaking Agreement (the "Undertaking") for the benefit of the holders and Beneficial Owners of the Series 2026 A-1 Bonds. Pursuant to the terms of the Undertaking, the Bond Bank will provide the following information while the Series 2026 A-1 Bonds are outstanding:

- (1) Audited Financial Statements. To the Municipal Securities Rulemaking Board (the "MSRB"), when and if available, (A) the audited financial statements of the Bond Bank for each fiscal year, beginning with the fiscal year ending June 30, 2026, together with the auditor's report and all notes thereto,

and (B) within sixty (60) days of receipt by the Indiana State Board of Accounts, the audited financial statements of each other Material Qualified Entity (as hereinafter defined) for each fiscal year of such Material Qualified Entity, together with the independent auditor's report and all notes thereto;

(2) Financial Information in Official Statement. To the MSRB, (A) within 210 days of the close of each fiscal year of the Bond Bank, beginning with the fiscal year ending June 30, 2026 (other than as noted below), annual financial information for the Bond Bank for such fiscal year, including (i) unaudited financial statements of the Bond Bank if audited financial statements are not then available and (ii) beginning with the fiscal year ending June 30, 2026, operating data (excluding any demographic information or forecasts) of the general type included under "PROJECTED CASH FLOW—DEBT SERVICE AND PROJECTED COVERAGE SCHEDULE" and "APPENDIX A: THE QUALIFIED ENTITIES AND THE QUALIFIED OBLIGATIONS" in this Official Statement; and (B) within 210 days of the close of each fiscal year of each other Material Qualified Entity, beginning with the fiscal year ended December 31, 2025 (provided, however, so long as the fiscal year of each other Material Qualified Entity ends on December 31 of each year), annual financial information for such other Material Qualified Entity for such fiscal year, other than the audited financial statements described in (1)(B) above, including (i) unaudited financial statements of such other Material Qualified Entity if audited financial statements are not then available and (ii) operating data of the type described in the Material Qualified Entity's respective QE Agreement (the annual financial information described in (A) and (B), the "Annual Information"); and

(3) Event Notices. To the MSRB, notice of the occurrence of any of the following events with respect to the Series 2026 A-1 Bonds, in a timely manner, not in excess of ten (10) business days after the occurrence of the event:

- (i) principal and interest payment delinquencies;
- (ii) nonpayment related defaults, if material;
- (iii) unscheduled draws on debt service reserves reflecting financial difficulties;
- (iv) unscheduled draws on credit enhancements reflecting financial difficulties;
- (v) substitution of credit or liquidity providers, or their failure to perform;
- (vi) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Series 2026 A-1 Bonds, or other material events affecting the tax status of the Series 2026 A-1 Bonds;
- (vii) modifications to the rights of owners of the Series 2026 A-1 Bonds, if material;
- (viii) Series 2026 A-1 Bond calls (other than scheduled mandatory sinking fund redemptions for which notice is given in accordance with the Indenture), if material, and tender offers;
- (ix) defeasances;
- (x) release, substitution or sale of property securing repayment of the Series 2026 A-1 Bonds, if material;
- (xi) rating changes;
- (xii) bankruptcy, insolvency, receivership or similar event of the Bond Bank or any other Material Qualified Entity;
- (xiii) consummation of a merger, consolidation or acquisition involving the Bond Bank or any other Material Qualified Entity or the sale of all or substantially all of the assets of the

Bond Bank or any other Material Qualified Entity, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

- (xiv) appointment of a successor or additional trustee or the change of name of a trustee, if material;
- (xv) incurrence of a financial obligation (as defined in the Rule) of the Material Qualified Entity, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Material Qualified Entity, any of which affect security holders, if material; and
- (xvi) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Material Qualified Entity, any of which reflect financial difficulties.

Pursuant to the Undertaking, if any Annual Information or audited financial statements no longer can be provided because the operations to which they related have been materially changed or discontinued, a statement to that effect, provided by the Bond Bank to the MSRB, along with any other Annual Information or audited financial statements required to be provided under the Undertaking, shall satisfy the requirement to provide such Annual Information or audited financial statements. To the extent available, the Bond Bank will cause to be filed along with the other Annual Information or audited financial statements operating data similar to that which can no longer be provided.

The Undertaking provides that the accounting principles pursuant to which the Financial Statements will be prepared will be generally accepted accounting principles, as in effect from time to time, as described in the auditors' report the notes accompanying the Financial Statements (See "APPENDIX E: FINANCIAL STATEMENTS OF THE BOND BANK" herein), or those mandated by State law from time to time, or any other accounting principles which do not, in the determination of the Bond Bank, materially deviate from any of such accounting principles.

The Undertaking further provides that, if for any reason the Bond Bank fails to provide the Annual Information or an event notice as required by the Undertaking, the Bond Bank will provide notice of such failure in a timely manner to the MSRB.

The sole remedy against the Bond Bank for any failure to carry out any provision of the Undertaking will be for specific performance of the Bond Bank's disclosure obligations under the Undertaking and not for money damages of any kind or in any amount or for any other remedy. The Bond Bank's failure to honor its covenants under the Undertaking will not constitute a breach or default of the Series 2026 A-1 Bonds, the Indenture or any other agreement to which the Bond Bank is a party.

The Bond Bank may, from time to time, amend or modify the Undertaking, without the consent of or notice to the owners of the Series 2026 A-1 Bonds, if: (a)(i) such amendment or modification is made in connection with a change in circumstances that arises from a change in legal requirements, change in law or change in the identity, nature or status of the Bond Bank, or type of business conducted; (ii) the Undertaking, as so amended or modified, would have complied with the requirements of the Rule on the date of the Undertaking, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and (iii) such amendment or modification does not materially impair the interests of the holders of the Series 2026 A-1 Bonds, as determined either by (A) any person selected by the Bond Bank that is unaffiliated with the Bond Bank or (B) an approving vote of the holders of the requisite percentage of Outstanding Series 2026 A-1 Bonds as required under the Indenture at the time of such amendment or modification; or (b) such amendment or modification is permitted by law.

In addition, pursuant to its QE Agreement, if requested by the Bond Bank during the term of its Qualified Obligations, each Qualified Entity has covenanted and agreed to execute and deliver to the Bond Bank a continuing disclosure undertaking agreement in a form and substance in satisfaction of the Rule. In accordance with the objective criteria specified in the Undertaking pursuant to the Rule, if the aggregate outstanding principal amount of a Qualified

Entity's respective Qualified Obligations held under the Indenture constitutes 20% or more of the aggregate outstanding principal amount of all Qualified Obligations purchased or acquired with proceeds of Bonds issued under the Indenture, such Qualified Entity will be deemed to be a "Material Qualified Entity" with respect to the Series 2026 A-1 Bonds (each, a "Material Qualified Entity" or, collectively, the "Material Qualified Entities"). For the purposes of determining whether any Qualified Entity is a Material Qualified Entity, to the extent a Qualified Entity has multiple outstanding Qualified Obligations held under the Indenture, each with a distinct and separate source of security pledged to the repayment thereof, the aggregate outstanding principal amount of a Qualified Entity's Qualified Obligations shall be calculated separately from one another based upon those distinct and separate sources of security pledged thereto. The Bond Bank shall determine whether any of the Qualified Entities are (or remain) Material Qualified Entities as of sale date of any series of Bonds and as of the end of each of the Bond Bank's fiscal years, commencing June 30, 2026. As of the date of this Official Statement, no Qualified Entity is expected to be a Material Qualified Entity pursuant to the Undertaking.

Compliance with Previous Undertakings

In the previous five years, the Bond Bank, has complied, in all material respects, with any previous undertakings in a written contract or agreement that the Bond Bank has entered into pursuant to subsection (b)(5) of the Rule.

ENFORCEABILITY OF REMEDIES

The remedies available to the Trustee or the holders of the Series 2026 A-1 Bonds upon a default under the Indenture, to the Trustee or the Bond Bank under the Qualified Obligations and the QE Agreements, or to any party seeking to enforce the pledges securing the Series 2026 A-1 Bonds or the Qualified Obligations (collectively, the "Pledges") are in many respects dependent upon judicial actions which are often subject to discretion and delay. Under existing constitutional and statutory law and judicial decisions, including specifically Title 11 of the United States Code (the United States Bankruptcy Code), the remedies provided (or which may be provided) in the Indenture, the QE Agreements, the Qualified Obligations, the Authorizing Instruments, or to any party seeking to enforce the Pledges, may not be readily available or may be limited. Under Federal and State environmental laws, certain liens may be imposed on property of the Bond Bank or the Qualified Entities from time to time, but the Bond Bank has no reason to believe, under existing law, that any such lien would have priority over the lien on the Qualified Obligation Payments pledged to owners of the Series 2026 A-1 Bonds under the Indenture or over the liens pledged to the owner of the Qualified Obligations under the Authorizing Instruments.

The various legal opinions to be delivered concurrently with the delivery of the Series 2026 A-1 Bonds will be qualified as to the enforceability of the various legal instruments by limitations imposed by bankruptcy, reorganization, insolvency or other similar laws affecting the rights of creditors generally, by general principles of equity (regardless of whether such enforceability is considered in a proceeding in equity or at law) and by public policy. These exceptions would encompass any exercise of the Federal, State or local police powers in a manner consistent with the public health and welfare. Enforceability of the Indenture, the QE Agreements, the Authorizing Instruments and the Pledges in a situation where such enforcement may adversely affect public health and welfare may be subject to these police powers.

SERIES 2026 A-1 BONDS AS LEGAL INVESTMENTS

Pursuant to the Act, all Indiana financial institutions, investment companies, insurance companies, insurance associations, executors, administrators, guardians, trustees, and other fiduciaries may legally invest sinking funds, money, or other funds belonging to them or within their control in bonds or notes issued by the Bond Bank.

TAX MATTERS

General

In the opinion of Barnes & Thornburg LLP, Indianapolis, Indiana ("Bond Counsel"), under existing laws, interest on the Series 2026 A-1 Bonds is excludable from gross income for federal income tax purposes under Section

103 of the Internal Revenue Code of 1986, as amended and in effect on the date of issuance of the Series 2026 A-1 Bonds (the “Code”). Concurrently with the issuance of the Series 2026 A-1 Bonds, the Bond Bank will issue its Series 2026 A-2 Bonds. In the opinion of Bond Counsel, pursuant to Section 1.150-1(c) of the Treasury Regulations on Income Tax, the Series 2026 A-1 Bonds and the Series 2026 A-2 Bonds will be treated as one issue of bonds. The opinion of Bond Counsel is based on certain certifications, covenants and representations of the Bond Bank and the Qualified Entities executing and delivering the Qualified Obligations and is conditioned on continuing compliance therewith. In the opinion of Bond Counsel, under existing laws, interest on the Series 2026 A-1 Bonds is exempt from income taxation in the State for all purposes, except the State financial institutions tax. See “APPENDIX B - FORM OF BOND COUNSEL OPINION.”

The Code imposes certain requirements which must be met subsequent to the issuance of the Series 2026 A-1 Bonds as a condition to the excludability of the interest on the Series 2026 A-1 Bonds from gross income for federal income tax purposes. Noncompliance with such requirements may cause interest on the Series 2026 A-1 Bonds to be included in gross income for federal income tax purposes retroactively to the date of issue, regardless of the date on which noncompliance occurs. Should the Series 2026 A-1 Bonds bear interest that is not excludable from gross income for federal income tax purposes, the market value of the Series 2026 A-1 Bonds would be materially and adversely affected. It is not an Event of Default under the Indenture if interest on the Series 2026 A-1 Bonds is not excludable from gross income for federal income tax purposes pursuant to any provision of the Code which is not in effect on the date of issuance of the Series 2026 A-1 Bonds.

The interest on the Series 2026 A-1 Bonds is not an item of tax preference for purposes of the federal alternative minimum tax. However, such interest is included in the “adjusted financial statement income” of certain corporations that are subject to the alternative minimum tax.

The Series 2026 A-1 Bonds are not “qualified tax-exempt obligations” for purposes of Section 265(b)(3) of the Code.

Indiana Code 6-5.5 imposes a franchise tax on certain taxpayers (as defined in Indiana Code 6-5.5) which, in general, include all corporations which are transacting the business of a financial institution in the State. The franchise tax is measured in part by interest excluded from gross income under Section 103 of the Code minus associated expenses disallowed under Section 265 of the Code.

Although Bond Counsel will render an opinion that interest on the Series 2026 A-1 Bonds is excludable from gross income for federal income tax purposes and exempt from State income tax, the accrual or receipt of interest on the Series 2026 A-1 Bonds may otherwise affect an owner's federal or state tax liability. The nature and extent of these other tax consequences will depend upon the owner's particular tax status and the owner's other items of income or deduction. Bond Counsel expresses no opinion regarding any other such tax consequences. Prospective purchasers of the Series 2026 A-1 Bonds should consult their own tax advisors with regard to the other tax consequences of owning the Series 2026 A-1 Bonds.

The foregoing does not purport to be a comprehensive description of all of the tax consequences of owning the Series 2026 A-1 Bonds. Prospective purchasers of the Series 2026 A-1 Bonds should consult their own tax advisors with respect to the foregoing and other tax consequences of owning the Series 2026 A-1 Bonds.

Original Issue Discount

The initial public offering price of the Series 2026 A-1 Bonds maturing on _____ 15, 20__ [and/through] _____ 15, 20__ (collectively the “Discount Bonds”), is less than the principal amount payable at maturity. As a result, the Discount Bonds will be considered to be issued with original issue discount. The difference between the initial public offering price of the Discount Bonds, as set forth on the inside front cover page of this Official Statement (assuming it is the first price at which a substantial amount of that maturity is sold) (the “Issue Price” for such maturity), and the amount payable at maturity of the Discount Bonds, will be treated as “original issue discount.” The original issue discount on each of the Discount Bonds is treated as accruing daily over the term of such Discount Bond on the basis of the yield to maturity determined on the basis of compounding at the end of each six-month period (or shorter period from the date of the original issue) ending on February 15 and August 15 (with straight line interpolation between compounding dates). An owner who purchases a Discount Bond in the initial public offering at the Issue

Price for such maturity will treat the accrued amount of original issue discount as interest which is excludable from the gross income of the owner of that Discount Bond for federal income tax purposes.

Section 1288 of the Code provides, with respect to tax-exempt obligations such as the Discount Bonds, that the amount of original issue discount accruing each period will be added to the owner's tax basis for the Discount Bonds. Such adjusted tax basis will be used to determine taxable gain or loss upon disposition of the Discount Bonds (including sale, redemption or payment at maturity). Owners of Discount Bonds who dispose of Discount Bonds prior to maturity should consult their tax advisors concerning the amount of original issue discount accrued over the period held and the amount of taxable gain or loss upon the sale or other disposition of such Discount Bonds prior to maturity.

The original issue discount that accrues in each year to an owner of a Discount Bond may result in certain collateral federal income tax consequences. Owners of any Discount Bonds should be aware that the accrual of original issue discount in each year may result in a tax liability from these collateral tax consequences even though the owners of such Discount Bonds will not receive a corresponding cash payment until a later year.

Owners who purchase Discount Bonds in the initial public offering but at a price different from the Issue Price for such maturity should consult their own tax advisors with respect to the tax consequences of the ownership of the Discount Bonds.

The Code contains certain provisions relating to the accrual of original issue discount in the case of subsequent purchasers of bonds such as the Discount Bonds. Owners who do not purchase Discount Bonds in the initial public offering should consult their own tax advisors with respect to the tax consequences of the ownership of the Discount Bonds.

Owners of Discount Bonds should consult their own tax advisors with respect to the state and local tax consequences of owning the Discount Bonds. It is possible under the applicable provisions governing the determination of state or local income taxes that accrued interest on the Discount Bonds may be deemed to be received in the year of accrual even though there will not be a corresponding cash payment until a later year.

Amortizable Bond Premium

The initial public offering price of the Series 2026 A-1 Bonds maturing on _____ 15, 20__ [and/through] _____ 15, 20__ (collectively, the "Premium Bonds"), are greater than the principal amounts payable at maturity. As a result, the Premium Bonds will be considered to be issued with amortizable bond premium (the "Bond Premium"). An owner who acquires a Premium Bond in the initial public offering will be required to adjust the owner's basis in the Premium Bond downward as a result of the amortization of the Bond Premium, pursuant to Section 1016(a)(5) of the Code. Such adjusted tax basis will be used to determine taxable gain or loss upon the disposition of the Premium Bonds (including sale, redemption or payment at maturity). The amount of amortizable Bond Premium will be computed on the basis of the taxpayer's yield to maturity, with compounding at the end of each accrual period. Rules for determining (i) the amount of amortizable Bond Premium and (ii) the amount amortizable in a particular year are set forth in Section 171(b) of the Code. No income tax deduction for the amount of amortizable Bond Premium will be allowed pursuant to Section 171(a)(2) of the Code, but amortization of Bond Premium may be taken into account as a reduction in the amount of tax-exempt income for purposes of determining other tax consequences of owning the Premium Bonds. Owners of the Premium Bonds should consult their tax advisors with respect to the precise determination for federal income tax purposes of the treatment of Bond Premium upon the sale or other disposition of such Premium Bonds and with respect to the state and local tax consequences of owning and disposing of the Premium Bonds.

Special rules governing the treatment of Bond Premium, which are applicable to dealers in tax-exempt securities, are found in Section 75 of the Code. Dealers in tax-exempt securities are urged to consult their own tax advisors concerning the treatment of Bond Premium.

LITIGATION

There is not now pending or, to the Bond Bank's knowledge, threatened any litigation: restraining or enjoining the issuance, sale, execution or delivery of the Series 2026 A-1 Bonds; seeking to prohibit any transactions contemplated by the Indenture; or in any way contesting or affecting the validity of the Series 2026 A-1 Bonds or the Qualified Obligations (including the Series 2026 A Qualified Obligations) or any proceedings of the Bond Bank taken with respect to the issuance or sale of the Series 2026 A-1 Bonds, or the Pledges (as hereinafter defined under the caption "ENFORCEABILITY OF REMEDIES") or application of any moneys or security provided for payment of the Series 2026 A-1 Bonds or the Qualified Obligations. Neither the creation, organization or existence of the Bond Bank nor the title of any of the present directors or other officers of the Bond Bank to their respective offices is being contested.

APPROVAL OF LEGAL PROCEEDINGS

Certain legal matters incident to the authorization, issuance, sale and delivery of the Series 2026 A-1 Bonds are subject to the approval of Barnes & Thornburg LLP, Indianapolis, Indiana, Bond Counsel, whose approving legal opinion will be delivered with the Series 2026 A-1 Bonds, substantially in the form attached hereto as APPENDIX B. Certain legal matters will be passed on by Issuer's Special Counsel, Krieg DeVault LLP, Indianapolis, Indiana, and Bose McKinney & Evans LLP, Indianapolis, Indiana, counsel for the Underwriter.

MUNICIPAL ADVISOR

Crowe LLP, Indianapolis, Indiana (the "Municipal Advisor" and "Crowe") has been retained by the Bond Bank to provide certain municipal advisory services. The Municipal Advisor's duties, responsibilities and fees arise solely as municipal advisor to the Bond Bank and they have no secondary obligations or other responsibility. Crowe has not undertaken either to make an independent verification of or to assume responsibility other than those disclosed herein for the accuracy or completeness of the information contained in this Official Statement and the appendices hereto. Crowe has not conducted an independent audit or verification of any financial or supplemental data used in this Official Statement. The Municipal Advisor's fees are expected to be paid, in part, from the proceeds of the Series 2026 A-1 Bonds.

Crowe is a Municipal Advisor registered with the Securities Exchange Commission and the Municipal Securities Rulemaking Board. As such, Crowe is providing certain specific municipal advisory services to the Bond Bank, but is neither a placement agent to the Bond Bank nor broker/dealer.

Other

Crowe is engaged by the Bond Bank to prepare the Projected Revenue Certificate for the Series 2026 A-1 Bonds and the Series 2026 A-2 Bonds. The Projected Revenue Certificate is prepared under a separate engagement by Crowe LLP, certified public accountants. See "PROJECTED CASH FLOW" herein.

Crowe's fees for serving as Municipal Advisor to the Bond Bank and preparing the Projected Revenue Certificate for the Bond Bank are expected to be paid, in part, from proceeds of the Series 2026 A-1 Bonds.

VERIFICATION OF MATHEMATICAL COMPUTATIONS

The accuracy of certain mathematical computations in the Projected Revenue Certificate showing that the Qualified Obligation Payments of the Qualified Obligations (including the Series 2026 A Qualified Obligations) and other Revenues are projected to be sufficient to pay principal of and interest on the Series 2026 A-1 Bonds and the Series 2026 A-2 Bonds and Annual Fees when due will be verified under a separate engagement by Crowe. Such verification shall be based upon certain information supplied by the Bond Bank and the Underwriter.

INDEPENDENT ACCOUNTANTS

The basic financial statements of the Bond Bank for the fiscal year ended June 30, 2025, included in APPENDIX E to this Official Statement, have been audited by Katz, Sapper & Miller, LLP, independent accountants, as stated in their report appearing therein. Such financial statements are the latest available audited financial statements of the Bond Bank.

UNDERWRITING

The Series 2026 A-1 Bonds are being purchased by the Underwriter set forth on the cover page of this Official Statement. The Underwriter has agreed to purchase the Series 2026 A-1 Bonds at an aggregate purchase price of \$ _____, which represents the par amount of the Series 2026 A-1 Bonds set forth on the inside front cover hereof, plus a [net] original issue [premium][discount] of \$ _____ and less the Underwriter's discount of \$ _____, pursuant to a bond purchase contract entered into by and between the Bond Bank and the Underwriter (the "Purchase Contract"). Such Purchase Contract provides that the Underwriter will purchase all of the Series 2026 A-1 Bonds if any are purchased.

The Underwriter has agreed to make a bona fide public offering of all of the Series 2026 A-1 Bonds at prices not in excess of the initial public offering prices set forth or reflected inside the cover page of this Official Statement. The Underwriter may sell the Series 2026 A-1 Bonds to certain dealers (including dealers depositing Series 2026 A-1 Bonds into investment trusts) and others at prices lower than the offering prices set forth inside the cover page hereof.

Stifel and its affiliates comprise a full-service financial institution engaged in activities which may include sales and trading, commercial and investment banking, advisory, investment management, investment research, principal investment, hedging, market making, brokerage and other financial and non-financial activities and services. Stifel and its affiliates may have provided, and may in the future provide, a variety of these services to the Bond Bank and/or Qualified Entities and to persons and entities with relationships with the Bond Bank and/or Qualified Entities, for which they received or will receive customary fees and expenses.

In the ordinary course of these business activities, Stifel and its affiliates may purchase, sell or hold a broad array of investments and actively trade securities, derivatives, loans and other financial instruments for their own account and for the accounts of their customers, and such investment and trading activities may involve or relate to assets, securities and/or instruments of the Bond Bank and/or Qualified Entities (directly, as collateral securing other obligations or otherwise) and/or persons and entities with relationships with the Bond Bank and/or Qualified Entities.

Stifel and its affiliates may also communicate independent investment recommendations, market color or trading ideas and/or publish or express independent research views in respect of such assets, securities or instruments and may at any time hold, or recommend to clients that they should acquire such assets, securities and instruments. Such investment and securities activities may involve securities and instruments of the Bond Bank and/or Qualified Entities.

RATING

Standard & Poor's Ratings Services ("S&P") has assigned a rating of "AA+" to the Series 2026 A-1 Bonds. This rating reflects only the views of S&P. An explanation of the rating may be obtained from S&P at 55 Water Street, New York, New York 10004.

The rating is not a recommendation to buy, sell or hold any of the Series 2026 A-1 Bonds. There is no assurance that the rating will remain in effect for any given period of time or that the rating will not be revised downward or withdrawn entirely by S&P if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of the rating may have an adverse effect on the market price or marketability of the Series 2026 A-1 Bonds.

The Underwriter has undertaken no responsibility either to bring to the attention of the owners of the Series 2026 A-1 Bonds any proposed revision or withdrawal of the rating of the Series 2026 A-1 Bonds or to oppose any such proposed revision or withdrawal. Other than the reporting obligation of the Bond Bank pursuant to the

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APPENDIX A

THE QUALIFIED ENTITIES AND THE QUALIFIED OBLIGATIONS

General

Set forth in tabular form in this Appendix A are the existing Qualified Obligations (including the Series 2026 A Qualified Obligations), as of April 7, 2026, each designated as Qualified Obligations pursuant to a Projected Revenue Certificate to be delivered by the Bond Bank in connection with the issuance of the Series 2026 A-1 Bonds.

Certain of the information contained in this Appendix A has been obtained from information provided to the Bond Bank by representatives of the Qualified Entities (including the Series 2026 A Qualified Entities) listed below, and has not been verified by independent investigation. The material set forth in this Appendix A is for informational and background purposes only and is not intended and should not be deemed to be a presentation of financial and economic information which may be pertinent to a Qualified Entity (including any Series 2026 A Qualified Entity).

QUALIFIED OBLIGATIONS¹
(as of April 7, 2026)

Qualified Entity²	County of Qualified Entity	Outstanding Amount	Interest Rates³	Number of Qualified Obligations	First Closing Date⁴	Nature of Pledge⁵	Percentage of CFR Program⁶
Marion, City of	Grant	\$10,500,000	3.41-4.65%	1	12/16/25	Sewer Utility Revenues ^{7,10}	6.99%
West Lafayette, City of	Tippecanoe	\$10,000,000	3.85-5.03%	1	06/05/25	Sewer Utility Revenues ⁷	6.65%
Huntington Redevelopment Authority, City of	Huntington	9,295,000	3.69-4.06%	1	12/12/24	Property Tax ⁹	6.18%
Mount Vernon, City of	Posey	8,230,000	4.09-5.18%	1	07/03/25	Sewer Utility Revenue ⁷	5.48%
Blackford County Municipal Facilities Building Corporation	Blackford	7,100,000	4.42-5.07%	1	11/09/23	Property Tax ⁹	4.72%
Delaware Twp	Hamilton	7,015,000	3.65-3.90%	1	12/21/23	Property Tax	4.67%
Floyd, County of	Floyd	6,435,000	4.42-5.07%	1	11/09/23	MVH & LRS ⁷	4.28%
Lowell, Town of	Lake	5,630,000	3.23-5.21%	1	09/04/25	Stormwater Utility Revenue ^{7,10}	3.75%
Nappanee Redevelopment Authority, City of	Elkhart	5,385,000	3.34-4.02%	1	10/02/24	Property Tax ^{7,8,9}	3.58%
Loogootee, City of	Martin	5,233,000	3.07-4.94%	1	10/01/25	Sewer Utility Revenues ^{7,10}	3.48%
Zionsville, Town of	Boone	4,840,000	3.62- 4.16%	1	08/29/23	Property Tax	3.22%
Wheatfield, Town of	Jasper	4,805,000	3.41-5.00%	1	12/18/25	Sewer Utility Revenues ^{7,10}	3.20%
Nappanee Public Library	Elkhart; Kosciusko	4,675,000	3.41-4.06%	1	12/16/25	Property Tax ¹⁰	3.11%
Bluffton Redevelopment Commission, City of	Wells	3,905,000	3.64-4.14%	1	04/03/25	Property Tax ^{7,8}	2.60%
Hebron, Town of	Porter	3,775,000	3.65-4.36%	2	12/21/23	Water Utility Revenue ⁷	2.51%
Cumberland, Town of	Hancock	3,725,000	3.65-4.26%	2	12/21/23	Property Tax	2.48%
Ellettsville, Town of	Monroe	3,585,000	3.69-4.36%	1	12/12/24	Sewer Utility Revenue ⁷	2.39%
Wanatah, Town of	LaPorte	3,574,000	3.85-5.03%	1	06/05/25	Sewer Utility Revenue ⁷	2.38%

QUALIFIED OBLIGATIONS¹
(as of April 7, 2026)

Qualified Entity²	County of Qualified Entity	Outstanding Amount	Interest Rates³	Number of Qualified Obligations	First Closing Date⁴	Nature of Pledge⁵	Percentage of CFR Program⁶
Thorntown, Town of	Boone	3,550,000	3.07-4.95%	1	04/03/26	Water Utility Revenue ^{7, 10}	2.36%
Cumberland, Town of	Hancock	3,390,000	3.34-4.26%	1	10/02/24	Stormwater Utility Revenue ⁷	2.26%
Princeton Redevelopment Authority, City of	Gibson	3,000,000	3.40-4.30%	1	04/04/24	Property Tax ^{8, 9}	2.00%
Delaware County RWD	Delaware	2,835,000	3.89-4.54%	1	10/05/23	Sewer Utility Revenue ⁷	1.89%
Sheridan Public Library	Hamilton	2,700,000	3.27-4.82%	1	10/30/25	Property Tax ¹⁰	1.80%
Cordry Sweetwater CD	Brown	2,625,000	3.48-4.03%	1	09/04/24	Property Tax	1.75%
Chesterton, Town of	Porter	2,500,000	3.85-4.57%	1	06/05/25	Property Tax ⁸	1.66%
Hagerstown, Town of	Wayne	2,471,000	3.64-4.63%	1	04/03/25	Water Utility Revenue ⁷	1.64%
Chandler Building Corporation, Town of	Warrick	2,460,000	3.48-4.03%	1	09/04/24	Property Tax ^{8, 9}	1.64%
Darlington, Town of	Montgomery	2,305,000	3.89-4.54%	1	10/05/23	Electric Utility Revenue ⁷	1.53%
Speedway Park District, Town of	Marion	2,230,000	3.41-4.65%	1	12/16/25	Property Tax ¹⁰	1.48%
Scipio Twp Building Corporation	LaPorte	1,980,000	3.65-4.26%	1	12/21/23	Property Tax ⁹	1.32%
Oakland City, City of	Gibson	1,892,000	3.42-4.04%	1	03/14/24	Sewer Utility Revenue ⁷	1.26%
Roachdale-Franklin Township Public Library Leasing Corporation	Putnam	1,620,000	3.41-4.65%	1	12/16/25	Property Tax ^{9, 10}	1.08%
Connerville, City of	Fayette	1,605,000	3.65-3.90%	1	12/21/23	Property Tax	1.07%
Ellettsville, Town of	Monroe	1,385,000	3.65-3.90%	1	12/21/23	Property Tax	0.92%
Brazil, City of	Clay	1,355,000	3.70-4.12%	1	03/06/25	Sewer Utility Revenue ⁷	0.90%
Centerville-Center Twp Public Library Leasing Corporation	Wayne	1,195,000	3.69-4.36%	1	12/12/24	Property Tax ⁹	0.80%
Attica Redevelopment District, City of	Fountain	793,000	4.21-4.83%	1	05/01/25	Property Tax ⁷	0.53%
Ossian Redevelopment Commission, Town of	Wells	716,000	3.48-4.30%	1	11/13/24	Property Tax ^{7, 8}	0.48%
TOTAL QUALIFIED OBLIGATIONS		\$150,314,000		40			

Footnotes to Appendix A

- 1 Multiple Qualified Obligations issued by the same Qualified Entity are separately captioned to the extent the multiple Qualified Obligations have distinct and separate pledges of repayment from one another.
- 2 “CD” means Conservancy District, “RWD” means Regional Water District, “Twp” means Township.
- 3 Range of interest rates per annum on Qualified Obligations. For Qualified Entities with multiple Qualified Obligations, the range of interest rates on the separate maturities of those Qualified Obligations is shown. See “CFR PROGRAM—Qualified Obligations—*Interest Rate*.”
- 4 Certain Qualified Entities have issued more than one series of Qualified Obligations to the Bond Bank as part of the CFR Program, and in such circumstances only the date of their initial Qualified Obligations closing has been listed under “first loan closing date.”
- 5 “MVH & LRS” means all receipts by the Qualified Entity of proceeds from the State’s Motor Vehicle Highway Account pursuant to Indiana Code 8-14-1 and from the State’s Local Road and Street Account Act pursuant to Indiana Code 8-14-2.

“Property Tax” means the Qualified Obligations for each such Qualified Entities are secured by pledges of property tax revenues. With respect to Qualified Obligations payable by a GO pledge, the remedies and property taxes available to the holder of GO indebtedness may be necessarily limited by applicable constitutional, state and case law attributes applicable to such indebtedness.

“Utility Revenues” means the Qualified Obligations for each such Qualified Entity are secured by pledges of net revenue (defined as gross revenues after deduction for the payment of the reasonable expenses of operation, repair and maintenance) from the wastewater utility, storm water utility, electric utility or water utility, as the case may be. Under the provisions of applicable Indiana Code, the legislative body of a governmental entity must enact just and equitable fees sufficient to provide, among other things, net revenues which fund a sinking fund for the liquidation of bonds and other obligations payable from such net revenues.
- 6 The Percentage of CFR Program includes and accounts for all Qualified Obligations pledged under the Indenture. Furthermore, the determinations of the percentages shown in this Appendix A are calculated based on the outstanding principal amount thereof as of April 7, 2026, whereas the determination of whether a Qualified Entity is a Material Qualified Entity is calculated annually on each June 30. Thus, the percentages shown in Appendix A do not reflect whether any Qualified Entity is a Material Qualified Entity as of the date of this Official Statement. See “CONTINUING DISCLOSURE” for information on the timing and nature in which a Qualified Entity would be deemed to be a Material Qualified Entity.
- 7 Denotes a Qualified Obligation that is secured by a debt service reserve fund held by the Qualified Entity or its designee. Primarily, such debt service reserve funds are funded over a five (5) year period from the issuance of the Qualified Obligation and in the amount not to exceed the least of (i) the maximum annual debt service on the Qualified Obligation, (ii) 125% of the average annual debt service on the Qualified Obligation or (iii) 10% of the principal amount of the Qualified Obligation. In some instances, such debt service reserve funds secure additional obligations of the Qualified Entity and the funding requirement is reflective of debt service on the Qualified Obligations and such additional obligations.
- 8 Denotes a Qualified Obligation that is secured by pledges of property tax revenues, but in addition payable by a pledge of local economic development income taxes, local income tax revenues, tax increment finance revenues or other revenue sources legally available to the Qualified Entity.
- 9 Denotes a Qualified Obligation that is secured by a pledge of lease rental payments to be made from property taxes or, if applicable, from local economic development income taxes, local income tax revenues, tax increment finance revenues or other revenue sources legally available to the Qualified Entity.
- 10 Denotes that a Qualified Obligation is a Series 2026 A Qualified Obligation.

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APPENDIX B

FORM OF BOND COUNSEL OPINION

Upon delivery of the Series 2026 A-1 Bonds, Barnes & Thornburg LLP, Indianapolis, Indiana, as bond counsel, proposes to deliver an opinion in substantially the following form:

_____, 2026

Indiana Bond Bank
Indianapolis, Indiana

Re: Indiana Bond Bank Community Funding Resource Program Bonds (Pooled Financing Program), Series 2026 A-1 (Senior Lien)

Ladies and Gentlemen:

We have acted as bond counsel to the Indiana Bond Bank (the “Issuer”) in connection with the issuance by the Issuer of \$ _____ aggregate principal amount of its Community Funding Resource Program Bonds (Pooled Financing Program), Series 2026 A-1 (Senior Lien), dated the date hereof (the “Series 2026 A-1 Bonds”), pursuant to (i) Indiana Code 5-1-5 and Indiana Code 5-1.5, each as amended, (ii) the resolution adopted by the Board of Directors of the Issuer on March 11, 2026, authorizing the issuance of the Series 2026 A-1 Bonds, and (iii) the Master Trust Indenture, dated as of November 1, 2025, as previously supplemented (the “Master Indenture”), and as further supplemented and amended by the Second Supplemental Series Trust Indenture, dated as of April 1, 2026 (the “Second Supplemental Indenture” and, together with the Master Indenture, the “Indenture”), each between the Issuer and BOKF, NA, as trustee. The Series 2026 A-1 Bonds are being issued contemporaneously with the Issuer’s Community Funding Resource Program Bonds (Pooled Financing Program), Series 2026 A-2 (Subordinate Lien), dated the date hereof (the “Series 2026 A-2 Bonds”), and pursuant to Treas. Reg. 1.150-1(c), the Series 2026 A-1 Bonds and the Series 2026 A-2 Bonds will be treated as one issue of bonds. In such capacity, we have examined such law and such certified proceedings, certifications and other documents as we have deemed necessary to render this opinion.

Regarding questions of fact material to our opinion, we have relied on representations of the Issuer contained in the Indenture, the certified proceedings and other certifications of public officials furnished to us, and certifications, representations and other information furnished to us by or on behalf of the Issuer and others, including, without limitation, certifications contained in the tax and arbitrage certificate of the Issuer, dated the date hereof, and the tax and arbitrage representation certificates of each of the Qualified Entities (as defined in the Indenture), each dated the date of issuance of their respective Related Qualified Obligations (as defined in the Master Indenture), without undertaking to verify the same by independent investigation. We have relied upon the legal opinion of Krieg DeVault LLP, Indianapolis, Indiana, counsel to the Issuer, dated the date hereof, as to the matters stated therein. We have also relied upon the report of Crowe LLP, Indianapolis, Indiana, independent certified public accountants, and Causey Public Finance, LLC, Denver, Colorado, independent certified public accountants, each dated the date hereof, as to the matters stated therein.

Based on the foregoing, we are of the opinion that, under existing law:

1. The Issuer is a body corporate and politic validly existing under the laws of the State of Indiana (the “State”), with the corporate power to execute and deliver the Indenture and perform its obligations thereunder and to issue the Series 2026 A-1 Bonds.

2. The Series 2026 A-1 Bonds have been duly authorized, executed and delivered by the Issuer and are valid and binding limited obligations of the Issuer, enforceable in accordance with their terms. The Series 2026 A-1 Bonds are payable solely from the revenues, money and property of the Bond Bank specifically pledged for such purpose under the Indenture, which pledge is (i) on a parity with the pledge thereof to any other Senior Bonds (as defined in the Indenture) of equal standing, which are hereafter issued within the restrictions of the Indenture, and (ii) senior and superior in all respects, as to certain revenues, money and property, to the pledge thereof securing the Series 2026 A-2 Bonds and any other Subordinate Bonds (as defined in the Indenture) which are hereafter issued within the restrictions of the Indenture.

3. The Indenture has been duly authorized, executed and delivered by the Issuer and is a valid and binding obligation of the Issuer, enforceable against the Issuer in accordance with its terms. The Second Supplemental Indenture is authorized and permitted under the Master Indenture and will have no adverse effect on the excludability of the interest on any of the Bonds Outstanding (each as defined in the Master Indenture) on the date hereof from gross income for federal income tax purposes.

4. Under Section 103 of the Internal Revenue Code of 1986, as amended and in effect on this date (the “Code”), the interest on the Series 2026 A-1 Bonds is excludable from gross income for federal income tax purposes. The opinion set forth in this paragraph is subject to the condition that each of the Issuer and the Qualified Entities comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Series 2026 A-1 Bonds and the Related Qualified Obligations, respectively, in order that the interest thereon be, or continue to be, excludable from gross income for federal income tax purposes. Each of the Issuer and the Qualified Entities has covenanted or represented that it will comply with such requirements. Failure to comply with certain of such requirements may cause the interest on the Series 2026 A-1 Bonds to be included in gross income for federal income tax purposes retroactively to the date of issuance of the Series 2026 A-1 Bonds.

5. The interest on the Series 2026 A-1 Bonds is not an item of tax preference for purposes of the federal alternative minimum tax. However, such interest is included in the “adjusted financial statement income” of certain corporations that are subject to the alternative minimum tax.

6. The interest on the Series 2026 A-1 Bonds is exempt from income taxation in the State for all purposes, except the State financial institutions tax.

We express no opinion herein as to the accuracy, completeness or sufficiency of the Official Statement, dated _____, 2026, or any other offering material relating to the Series 2026 A-1 Bonds.

We express no opinion regarding any tax consequences arising with respect to the Series 2026 A-1 Bonds, other than as expressly set forth herein.

With respect to the enforceability of any document or instrument, this opinion is subject to the qualifications that: (i) the enforceability of such document or instrument may be limited by bankruptcy, insolvency, reorganization, receivership, moratorium, fraudulent conveyance and similar laws relating to or affecting the enforcement of creditors’ rights; (ii) the enforceability of equitable rights and remedies provided for in such document or instrument is subject to judicial discretion, and the enforceability of such

document or instrument may be limited by general principles of equity; (iii) the enforceability of such document or instrument may be limited by public policy; and (iv) certain remedial, waiver and other provisions of such document or instrument may be unenforceable, provided, however, that, in our opinion, the unenforceability of those provisions would not, subject to the other qualifications set forth herein, affect the validity of such document or instrument or prevent the practical realization of the benefits thereof.

This opinion is given only as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur. Our engagement as bond counsel with respect to the Series 2026 A-1 Bonds has concluded on this date.

Very truly yours,

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APPENDIX C

SUMMARY OF CERTAIN PROVISIONS OF THE INDENTURE

The following contains a brief summary of certain provisions contained in the Master Indenture, the First Supplemental Series Indenture, and the Second Supplemental Series Indenture not otherwise described in the Official Statement and does not purport to be a complete statement of all of the provisions of those documents. Reference is made to the Master Indenture, the First Supplemental Series Indenture, and the Second Supplemental Series Indenture in their entirety for complete information on their terms and on the terms of the Series 2026 A-1 Bonds and Series 2026 A-2 Bonds (collectively, the “Series 2026A Bonds”), the applicable security provisions and the application of pledged revenues. All defined terms used herein shall have the meaning set forth in APPENDIX D of this Official Statement.

Establishment of Trusts

Security for Senior Bonds. (a) In order to provide for the payment of the principal of and the premium, if any, and interest on the Senior Bonds of all Series issued under the Master Indenture, and to secure the performance of all of the obligations of the Bond Bank with respect to the Senior Bonds, the Master Indenture and the Supplemental Series Indentures, the Bond Bank pledges and grants to the Trustee a security interest in the following:

- (i) All of the Revenues and the Senior Bond Revenues;
- (ii) The Qualified Obligations and the QE Agreements;
- (iii) The amounts, money, investments and Senior DSRF Credit Facilities, if any, held by the Trustee and the Paying Agent pursuant to the terms of the Master Indenture in the Revenue Fund, the Senior Debt Service Fund, the Senior Debt Service Reserve Fund, and the Operating Reserve Fund; and
- (iv) All other property of any kind mortgaged, pledged or hypothecated to provide for the payment of or to secure the Senior Bonds of all Series by the Bond Bank or by anyone on its behalf and with its written consent at any time as and for additional security under the Master Indenture and the Supplemental Series Indentures in favor of the Trustee, which is authorized to receive all such property at any time and to hold and apply it subject to the terms of the Master Indenture and the Supplemental Series Indentures.

Any of the Revenues, Senior Debt Service Coverage, Funds and Accounts or other property described above that is received or held by the Trustee is to be held in trust for the equal and proportionate benefit and security of the Owners from time to time of the Senior Bonds of all Series, except as otherwise provided in, and subject to its application in accordance with the terms of, the Master Indenture and the Supplemental Series Indentures.

Security for Subordinate Bonds. In order to provide for the payment of the principal of and the premium, if any, and interest on the Subordinate Bonds of all Series issued under the Master Indenture, and to secure the performance of all of the obligations of the Bond Bank with respect to the Subordinate Bonds, the Master Indenture and the Supplemental Series Indentures, the Bond Bank pledges and grants to the Trustee a security interest in the following:

- (a) All of the Revenues;
- (b) The Qualified Obligations and the QE Agreements;
- (c) The amounts, money, investments and Subordinate DSRF Credit Facilities, if any, held by the Trustee and the Paying Agent pursuant to the terms of the Master Indenture in the Revenue Fund, the Subordinate Debt Service Fund and the Subordinate Debt Service Reserve Fund; and
- (d) All other property of any kind mortgaged, pledged or hypothecated to provide for the payment of or to secure the Subordinate Bonds of all Series by the Bond Bank or by anyone on its behalf and with its written consent

at any time as and for additional security under the Master Indenture and the Supplemental Series Indentures in favor of the Trustee, which is authorized to receive all such property at any time and to hold and apply it subject to the terms of the Master Indenture and the Supplemental Series Indentures.

Bond Bank's pledge and grant of the security interest in the Revenues and the Qualified Obligations and the QE Agreements to secure the Subordinate Bonds is in all respects junior and subordinate to the pledge and grant securing the Senior Bonds. The Senior Bond Revenues shall not secure the Subordinate Bonds unless Senior Bond Revenues are expressly included in Revenues pursuant to a Supplemental Indenture. Notwithstanding the foregoing, however, only the Subordinate Bonds shall be secured and paid from amounts in the Subordinate Debt Service Fund and the Subordinate Debt Service Reserve Fund. Any of the Revenues, Funds and Accounts, or other property described above that is received or held by the Trustee is to be held in trust for the equal and proportionate benefit and security of the Owners from time to time of the Subordinate Bonds of all Series, except as otherwise provided in, and subject to its application in accordance with the terms of, the Master Indenture and the Supplemental Series Indentures.

Bond Credit Facility. Any Bond Credit Facility which is given to secure some, but not all, of the Bonds, together with money drawn or paid under it, shall be held by the Trustee solely as security for the Bonds to which such Bond Credit Facility is Related. Neither such Bond Credit Facility nor any money drawn or paid under it will secure the payment of any other Bonds.

Issuance of Bonds

All Senior Bonds of each Series issued and to be issued under the Master Indenture, respectively, are and are to be, to the extent provided in and subject to the Master Indenture and Related Supplemental Series Indenture, equally and ratably secured by the Master Indenture and the Related Supplemental Series Indenture without preference, priority or distinction on account of the actual time or times of the authentication or delivery or maturity or redemption of the Senior Bonds of such Series, or any of them. In addition, all Subordinate Bonds of each Series issued and to be issued under the Master Indenture, respectively, are and are to be, to the extent provided in and subject to the Master Indenture and the Related Supplemental Series Indenture, equally and ratably secured by the Master Indenture and the Related Supplemental Series Indenture without preference, priority or distinction on account of the actual time or times of the authentication or delivery or maturity or redemption of the Subordinate Bonds of such Series, or any of them.

In connection with the issuance of additional Bonds, the Bond Bank is required to file, among other things, the following documents with the Trustee:

(a) An original executed counterpart of the Related Supplemental Series Indenture which may include provisions (i) authorizing the issuance, fixing the principal amount and setting forth the details of the Bonds of the Series then to be issued, including identifying which Bonds within the Series are Senior Bonds and which are Subordinate Bonds, the interest rate or rates and the manner in which the Bonds are to bear interest, the Principal and Interest Payment Dates of the Bonds, the purposes for which the Bonds are being issued, the date and the manner of numbering the Bonds, the series designation, the denominations, the maturity dates and amounts, the Amortization Requirements or the manner for determining such Amortization Requirements, and any other provisions for redemption before maturity; (ii) for Bond Credit Facilities for the Series and for Local Accounts and other Accounts and subaccounts to be established with respect to the Bonds within the Funds and Accounts established under the Master Indenture; (iii) for the application of the proceeds of the Bonds of the Series; (iv) necessary or expedient for the issuance of Bonds constituting Variable Rate Bonds or Optional Tender Bonds, including without limitation, tender and remarketing provisions, liquidity facility provisions and provisions for establishing the variable rate and changing interest rate modes; (v) for the amount, if any, to be deposited into the Senior Debt Service Reserve Fund, which will be an amount at least sufficient to satisfy the Senior DSRF Requirement for the Senior Debt Service Reserve Fund with respect to the Outstanding Senior Bonds and the Senior Bonds of the Series then to be issued; (vi) for the amount, if any, to be deposited into the Subordinate Debt Service Reserve Fund, which will be an amount at least sufficient to satisfy the Subordinate DSRF Requirement for the Subordinate Debt Service Reserve Fund with respect to the Outstanding Subordinate Bonds and the Subordinate Bonds of the Series to be issued; and (vii) for such other matters as the Bond Bank may deem appropriate;

(b) A certified copy of each resolution adopted by the Bond Bank's Board of Directors authorizing the execution and delivery of the Related Supplemental Series Indenture and any Related Reimbursement Obligation and the issuance, sale, execution and delivery of the Series of Bonds then to be issued;

(c) Original executed counterparts of the Related Tax Certificate, any Related Bond Credit Facility and any Related Reimbursement Obligation;

(d) A Projected Revenue Certificate, dated the date of delivery of the Bonds of the Series then to be issued, giving effect to the issuance of such Series of Bonds and showing for each Bond Year (i) Revenue Coverage equal to at least the Required Revenue Coverage, and (ii) Senior Bond Revenues equal to at least Required Senior Bond Revenues;

(e) Evidence satisfactory to the Trustee that the amount on deposit in the Operating Reserve Fund is at least equal to the Minimum Balance as of the date of delivery of the Bonds of the Series then to be issued;

(f) If the Bonds of the Series then to be issued are to be issued to refund Bonds issued and outstanding under the Master Indenture, or any Bond Bank Debt previously issued in furtherance of the CFR Program and outstanding under a separate trust indenture to which the Bond Bank is a party (collectively, the "Refunding Bonds"):

(i) Evidence satisfactory to the Trustee that the Bond Bank has made provision as required by the Master Indenture for the payment or redemption of all Bonds to be refunded; and

(ii) A written determination by a knowledgeable professional, including Bond Bank's municipal advisor but excluding any employee of the Bond Bank, or by a firm of independent certified public accountants that the proceeds of the Refunding Bonds (excluding accrued interest), together with any other money to be deposited for such purpose with the Trustee in the Related Escrow Fund or otherwise upon the issuance of the Refunding Bonds and the investment income to be earned on funds held by the Trustee for the payment or redemption of Bonds to be refunded, will be sufficient to pay, whether upon redemption or at maturity, the principal of and premium, if any, and interest on the Bonds to be refunded and the estimated expenses incident to the refunding.

(g) An opinion of Bond Counsel to the effect that the Bonds of the Series then to be issued have been duly authorized, that all conditions precedent to the issuance thereof have been fulfilled and that such Bonds are valid and legally binding limited obligations of the Bond Bank, and are secured by the Master Indenture and the Related Supplemental Series Indenture to the extent provided;

(h) An Officer's Certificate, dated the date of delivery of the Bonds of the Series then to be issued, to the effect that to the best of the knowledge of the signatory, upon and immediately following such delivery, no Event of Default under the Master Indenture or any Supplemental Series Indenture with respect to any Series of Bonds Outstanding will have occurred and be continuing;

(i) A written order and authorization to the Trustee on behalf of the Bond Bank, signed by a Bond Bank Representative, to authenticate and deliver the Bonds of the Series then to be issued to or upon the order of the purchaser or purchasers therein identified upon payment to the Trustee of the purchase price (including accrued interest, if any) of such Series of Bonds; and

(j) Any additional document or instrument specified in the Related Supplemental Series Indenture.

Modification of Certain Definitions. (a) In the case of the following described types of Bonds, the definition of the term "Principal and Interest Requirements" for the purposes of (i) preparing and delivering a Projected Revenue Certificate and (ii) establishing the sizes of the Senior DSRF Requirement, the CRF Reserve Requirement and the Minimum CRF Reserve Requirement shall be modified as follows:

(A) Optional Tender Bonds. (1) If any of the Outstanding Bonds or additional Bonds of the Series then to be issued constitute Optional Tender Bonds, then the options of the Owners of such Bonds to tender the same for

payment prior to their stated maturity or maturities shall be disregarded, (2) if such Bonds also constitute Variable Rate Bonds, the Bond Bank shall also make the adjustments described in subsection (a)(ii)(B) below, and (3) any obligation Bond Bank may have, other than its obligation on such additional Bonds (which need not be uniform as to all Owners thereof), to reimburse any Person for its having extended a Bond Credit Facility shall be disregarded.

(B) Variable Rate Bonds. If any of the Outstanding Bonds or Bonds of the Series then to be issued constitute Variable Rate Bonds, then the interest rate used in the above- described computations shall be the greater of (i) the interest rate on any additional Bonds issued as Variable Rate Bonds for the first period of calculation of such interest and (ii) the weighted average interest rate at which Bond Bank could reasonably expect to have borrowed on the date of issuance of such Bonds by issuing such Bonds with a fixed rate or rates of interest. The Bond Bank's reasonable expectation shall be established by an Officer's Certificate and a letter of a knowledgeable professional, including Bond Bank's municipal advisor, confirming the interest rate expectation as reasonable. The conversion of Bonds constituting Variable Rate Bonds to bear interest at a fixed rate or rates or vice-versa, in accordance with their terms, shall not constitute a new issuance of Bonds under the Master Indenture.

(b) The requirements and provisions of the Master Indenture governing Projected Revenue Certificates shall also be modified as set forth in subsection (a) above as may be necessary or appropriate for Qualified Obligations that are or will be Related to Optional Tender Bonds or Variable Rate Bonds.

Junior Subordinate Debt. The Bond Bank may authorize and issue Junior Subordinate Debt for any lawful purpose payable from the revenues, money and other property pledged under the Master Indenture subject and subordinate to the payment of any Bonds or from securing any Junior Subordinate Debt and its payment by a lien and pledge of the revenues, money and other property pledged under the Master Indenture junior and inferior to the lien and pledge granted by the Master Indenture for the payment and security of Bonds. The resolutions and documents providing for the issuance or incurrence of any Junior Subordinate Debt shall provide that no remedies upon an event of default thereunder may be exercised so long as any Senior Bonds or Subordinate Bonds remain Outstanding.

Establishment of Funds and Accounts

The following funds are established under the Master Indenture as follows:

Establishment and Custody of Pledged Funds for All Series of Bonds. With respect to and for the benefit of all Bonds there is, under the Master Indenture, established to be held by the Trustee the Revenue Fund. The Master Indenture provides that, the Revenue Fund is pledged, subject to the limitations within the Master Indenture, as security for all Bonds issued and Outstanding under the Master Indenture. With respect to and for the benefit of the Senior Bonds of each Series there is established to be held by the Trustee the Senior Debt Service Fund, the Senior Debt Service Reserve Fund and the Operating Reserve Fund. These three Funds are pledged as security for all Senior Bonds issued and Outstanding under the Master Indenture. With respect to and for the benefit of the Subordinate Bonds of each Series there is established to be held by the Trustee the Subordinate Debt Service Fund and the Subordinate Debt Service Reserve Fund. The Master Indenture provides that both of these Funds are pledged, subject to the limitations hereof, as security for all Subordinate Bonds issued and Outstanding under the Master Indenture.

Establishment and Custody of Non-Pledged Funds for Each Series of Bonds. Unless otherwise provided in the Related Supplemental Series Indenture, the following Series-specific Funds are to be established in the Related Supplemental Series Indenture and held by or at the direction of the Bond Bank with respect to each Series of Bonds:

- (1) Cost of Issuance Fund;
- (2) Acquisition Fund; and
- (3) Rebate Fund.

Unless otherwise provided in the Related Supplemental Series Indenture, none of the Cost of Issuance Fund, the Acquisition Fund or the Rebate Fund is pledged as security for payment of any Bonds of any Series.

Establishment and Custody of Certain Special Funds. The Bond Bank may establish with the Trustee or an escrow agent satisfactory to the Trustee in connection with the issuance of any Series of Refunding Bonds an Escrow Fund to provide for the application and investment of the portion of the proceeds of such Series to be used to refund the Refunded Bonds. Such Escrow Fund shall be established under or in accordance with the Related Supplemental Series Indenture. The Bond Bank may establish with the Trustee in connection with the incurrence of any Reimbursement Obligation a Reimbursement Fund. Amounts held for the credit of any Reimbursement Fund shall be paid out by the Trustee as necessary to enable Bond Bank to meet its obligations constituting Reimbursement Obligations. Amounts held for the credit of a Reimbursement Fund may be pledged to the payment of any Related Reimbursement Obligation incurred by the Bond Bank.

Operation of Revenue Fund and Pledged Funds

Nature of Security Afforded by Certain Funds. All Senior Bonds of any Series issued and to be issued under the Master Indenture are, and are to be, to the extent provided in the Master Indenture, equally and ratably secured by the Revenue Fund (on a senior basis to the Subordinate Bonds), the Senior Debt Service Fund, the Senior Debt Service Reserve Fund and the Operating Reserve Fund. All Subordinate Bonds of any Series issued and to be issued under the Master Indenture are, and are to be, to the extent provided in the Master Indenture, equally and ratably secured by the Revenue Fund (on a subordinated basis to the Senior Bonds), the Subordinate Debt Service Fund and the Subordinate Debt Service Reserve Fund.

Revenue Fund. The Trustee shall promptly deposit, and hold in the Revenue Fund, all Qualified Obligation Payments and any other amounts transferred to the Revenue Fund from other Funds and Accounts or other sources as provided under the Master Indenture or the Supplemental Series Indentures. On or before each Payment Date on any Series of the Bonds, the Trustee shall make transfers from the Revenue Fund in the amounts and in the order of priority set forth below:

- (a) To the Senior Debt Service Fund the amount, if any, required so that the balance therein shall equal the amount of principal, if any, and interest due on the Payment Date on the Senior Bonds; provided that for the purpose of computing the amount to be paid to the Senior Debt Service Fund there shall be deducted the amount, if any, set aside in the Senior Debt Service Fund which was deposited therein as accrued or capitalized interest and any amounts transferred to the Senior Debt Service Fund pursuant to the Master Indenture, together in each case with investment earnings thereon;
- (b) To the Senior Debt Service Reserve Fund the amount necessary to cause the balance therein to be equal to the Senior DSRF Requirement, if any (which shall include the reimbursement of an Senior DSRF Credit Provider for any drawings on an Senior DSRF Credit Facility and the payment of any interest, penalties or fees assessed by the Senior DSRF Credit Provider);
- (c) To the Rebate Funds the amounts necessary to provide for the payment of any Rebate Amounts with respect to any Series of Bonds as confirmed in an Officer's Certificate;
- (d) To the Subordinate Debt Service Fund the amount, if any, required so that the balance therein shall equal the amount of principal, if any, and interest due on the Payment Date on the Subordinate Bonds; provided that for the purpose of computing the amount to be paid to the Subordinate Debt Service Fund there shall be deducted the amount, if any, set aside in the Subordinate Debt Service Fund which was deposited therein as accrued or capitalized interest and any amounts transferred to the Subordinate Debt Service Fund as provided in the Master Indenture, together in each case with investment earnings thereon;
- (e) To the Subordinate Debt Service Reserve Fund to the extent necessary to cause the balance therein to be equal to the Subordinate DSRF Requirement (which shall include the reimbursement of a Subordinate DSRF Credit Provider for any drawings on a Subordinate DSRF Credit Facility and the payment of any interest, penalties or fees assessed by the Subordinate DSRF Credit Provider); and
- (f) To the Operating Reserve Fund, any balance remaining in the Revenue Fund, unless and to the extent that the remaining balance is necessary to pay future Principal and Interest Requirements on the

Bonds at the times and in the amounts provided in (i) a Supplemental Series Indenture and confirmed in an Officer's Certificate or (ii) an Officer's Certificate.

The Trustee shall apply any amounts retained in the Revenue Fund as described in paragraph (f) above to pay the Principal and Interest Requirements on the Bonds at the times and in the amounts provided in the applicable Supplemental Series Indenture or Officer's Certificate as the case may be.

In the case of Bonds of a Series secured by a Bond Credit Facility, amounts on deposit in the Revenue Fund may be transferred to the Senior Debt Service Fund or Subordinate Debt Service Fund, as the case may be, the Related Reimbursement Fund or elsewhere as provided in the Related Supplemental Series Indenture to reimburse the Bond Credit Provider for amounts drawn under the Bond Credit Facility to pay the principal of and premium, if any, and interest on such Bonds.

Senior Debt Service Fund. The Trustee shall promptly deposit the following amounts in the Senior Debt Service Fund:

- (a) The amount, if any, of the proceeds of the Senior Bonds of any Series, required by the Related Supplemental Series Indenture to be deposited in the Senior Debt Service Fund in respect of accrued and/or capitalized interest;
- (b) All amounts required to be transferred to the Senior Debt Service Fund from the Revenue Fund;
- (c) Any amounts required to be transferred to the Senior Debt Service Fund from the Senior Debt Service Reserve Fund and the Operating Reserve Fund, as provided under the Master Indenture; and
- (d) Any other amounts required to be paid to the Senior Debt Service Fund or otherwise made available for deposit therein by any Qualified Entity or the Bond Bank, including amounts made available pursuant to the Related Supplemental Series Indenture.

The Trustee shall pay out of the Senior Debt Service Fund to the Paying Agents for the Senior Bonds (i) on each Interest Payment Date, the amount required for the payment of interest on the Senior Bonds then due and (ii) on any redemption date, the amount required for the payment of accrued interest on the Senior Bonds to be redeemed unless the payment of such accrued interest shall be otherwise provided for, and such amounts shall be applied by the Paying Agents to such payment. The Trustee shall also pay out of the Senior Debt Service Fund the accrued interest included in the purchase price of the Senior Bonds of any Series purchased for retirement pursuant to the Master Indenture. The Trustee shall pay out of the Senior Debt Service Fund to the Paying Agents for the Bonds on each Principal Payment Date and redemption date for the Senior Bonds, the amounts then required for the payment of such principal or redemption price, and such amounts shall be applied by the Paying Agents to such payments.

Senior Debt Service Reserve Fund. Except as specifically provided below, the amount in the Senior Debt Service Reserve Fund, if any, shall be used solely to cure deficiencies in the amount on deposit in the Senior Debt Service Fund. If there is a deficiency in the amount on deposit in the Senior Debt Service Fund to pay the principal of and interest on the Senior Bonds when due, then the Trustee shall transfer the amount of the deficiency from the amount, if any, on deposit in the Senior Debt Service Reserve Fund to the Senior Debt Service Fund. The Trustee shall immediately notify Bond Bank of the transfer. Notwithstanding the foregoing, no such transfer from the Senior Debt Service Reserve Fund shall relieve a Qualified Entity of its obligation to make the payments due on its Qualified Obligations or under the Related Agreement.

On each Reserve Determination Date, the Trustee shall determine if the balance on deposit in the Senior Debt Service Reserve Fund is at least equal to the Senior DSRF Requirement and the Minimum Senior DSRF Requirement. Unless and until the Bond Bank satisfies the requirements under the heading herein "**Operation of Revenue Fund and Pledged Funds – Reduction or Elimination of Reserve Requirements,**" the Senior DSRF Requirement and the Minimum Senior DSRF Requirement shall be equal. In making each such determination, investments on deposit in the Senior Debt Service Reserve Fund shall be valued as provided in the Master Indenture. If on any Reserve

Determination Date the amount in the Senior Debt Service Reserve Fund is less than the Senior DSRF Requirement, the Trustee shall immediately notify Bond Bank of such fact and the amount of the deficiency. To the extent authorized by the Bond Bank's Board of Directors, the Bond Bank may deposit its own funds directly into the Senior Debt Service Reserve Fund to cure any deficiency in it.

If any deficiency below the Senior DSRF Requirement shall continue to exist on or before June 1 of the Bond Bank's fiscal year in which the deficiency occurs, the Chair of the Bond Bank shall make and deliver to the Bond Bank's Board of Directors a certificate setting forth the amount of such deficiency, including any amounts owed or which may become due and owing to a Senior DSRF Credit Provider with respect to a Senior DSRF Credit Facility. Notwithstanding anything to the contrary contained herein, in determining whether such deficiency continues to exist on a June 1, the Executive Director of the Bond Bank shall not take into account any deficiency resulting solely from the valuation by the Trustee of the investments in the Senior Debt Service Reserve Fund (as opposed to a transfer therefrom to the Senior Debt Service Fund due to a default on a Qualified Obligation). Notwithstanding anything herein to the contrary, the Bonds shall never constitute a general or moral obligation of the State or any political subdivision thereof. Although the Bond Bank will establish the Senior Debt Service Reserve Fund for the Senior Bonds, the provisions of Indiana Code 5-1.5-5-4 and Indiana Code 5-1.5-6.5-4, pertaining to a moral obligation of the General Assembly of the State to consider appropriations to replenish a debt service reserve fund, do not apply to the Senior Bonds.

The Trustee shall deposit directly into the Senior Debt Service Reserve Fund any payments authorized by the Bond Bank's Board of Directors and made by the Bond Bank from its own funds in order to replenish any deficiency below the Senior DSRF Requirement in the Senior Debt Service Reserve Fund.

Any interest earned from the investment of money in the Senior Debt Service Reserve Fund shall be transferred upon receipt to the Revenue Fund and/or to pay any Rebate Amounts in accordance with the Supplemental Series Indentures and Tax Certificates (as confirmed in an Officer's Certificate) to the extent that such transfer will not cause the balance in the Senior Debt Service Reserve Fund to be less than the Senior DSRF Requirement. If on any Reserve Determination Date there exists a surplus in the Senior Debt Service Reserve Fund, the Trustee shall transfer such surplus to the Revenue Fund and/or use it to pay any Rebate Amounts in accordance with the Supplemental Series Indentures and Tax Certificates (as confirmed in an Officer's Certificate); provided, however, that if on any Reserve Determination Date there exists or will exist a surplus in the Senior Debt Service Reserve Fund as the result of the payment at maturity, redemption or defeasance of a portion of the Bonds on or as of such Reserve Determination Date, then the Trustee is authorized to apply the surplus as specified in (i) a Supplemental Series Indenture (as confirmed in an Officer's Certificate) or (ii) an Officer's Certificate.

In lieu of maintaining and depositing money or securities in the Senior Debt Service Reserve Fund, the Bond Bank may deposit with the Trustee an Senior DSRF Credit Facility in an amount equal to all or a portion of the Senior DSRF Requirement. Any Senior DSRF Credit Facility will permit the Trustee to draw or obtain under it for deposit in the Senior Debt Service Reserve Fund amounts that, when combined with the other amounts in the Senior Debt Service Reserve Fund, are not less than the Senior DSRF Requirement.

The Trustee will make a drawing on or otherwise obtain funds under the Senior DSRF Credit Facility before its expiration or termination (i) whenever money is required for the purposes for which Senior Debt Service Reserve Fund money may be applied and (ii) unless such Senior DSRF Credit Facility has been extended or a qualified replacement for it delivered to the Trustee, in the event Bond Bank has not deposited immediately available funds equal to the Senior DSRF Requirement at least two Business Days preceding the expiration or termination of the Senior DSRF Credit Facility.

If Bond Bank provides the Trustee with an Senior DSRF Credit Facility as provided in this subsection or under the heading herein "**Operation of Revenue Fund and Pledged Funds – Reduction or Elimination of Reserve Requirements,**" the Trustee will transfer the corresponding amount of funds then on deposit in the Senior Debt Service Reserve Fund to Bond Bank, provided Bond Bank delivers to the Trustee (i) an Opinion of Bond Counsel that such transfer of funds will not adversely affect the exclusion from gross income for purposes of federal income taxation of interest on any Bonds the interest on which was excludable on the date of their issuance and (ii) Bond Bank covenants to comply with any directions or restrictions contained in such opinion concerning the use of such funds.

Subordinate Debt Service Fund. The Trustee shall promptly deposit the following amounts in the Subordinate Debt Service Fund:

- (a) The amount, if any, of the proceeds of the Subordinate Bonds of any Series, required by the Related Supplemental Series Indenture to be deposited in the Subordinate Debt Service Fund in respect of accrued and/or capitalized interest;
- (b) All amounts required to be transferred to the Subordinate Debt Service Fund from the Revenue Fund pursuant to paragraph (d) under the heading herein “**Operation of Revenue Fund and Pledged Funds – Revenue Fund**”;
- (c) Any amounts required to be transferred to the Subordinate Debt Service Fund from the Subordinate Debt Service Reserve Fund, as provided under the Master Indenture; and
- (d) Any other amounts required to be paid to the Subordinate Debt Service Fund or otherwise made available for deposit therein by any Qualified Entity or the Bond Bank, including amounts made available pursuant to the Related Supplemental Series Indenture.

The Trustee shall pay out of the Subordinate Debt Service Fund to the Paying Agents for the Subordinate Bonds (i) on each Interest Payment Date, the amount required for the payment of interest on the Subordinate Bonds then due and (ii) on any redemption date, the amount required for the payment of accrued interest on the Subordinate Bonds to be redeemed unless the payment of such accrued interest shall be otherwise provided for, and such amounts shall be applied by the Paying Agents to such payment. The Trustee shall also pay out of the Subordinate Debt Service Fund the accrued interest included in the purchase price of the Subordinate Bonds of any Series purchased for retirement pursuant to the Master Indenture.

The Trustee shall pay out of the Subordinate Debt Service Fund to the Paying Agents for the Subordinate Bonds on each Principal Payment Date and redemption date for the Subordinate Bonds, the amounts then required for the payment of such principal or redemption price, and such amounts shall be applied by the Paying Agents to such payments.

Subordinate Debt Service Reserve Fund. The Subordinate Debt Service Reserve Fund shall be used solely to cure deficiencies in the amount on deposit in the Subordinate Debt Service Fund. If there is a deficiency in the amount on deposit in the Subordinate Debt Service Fund to pay the principal of and interest on the Subordinate Bonds when due, then the Trustee shall transfer the amount of the deficiency from the amount, if any, on deposit in the Subordinate Debt Service Reserve Fund to the Subordinate Debt Service Fund. The Trustee immediately shall notify Bond Bank of the transfer. Notwithstanding the foregoing, no such transfer from the Subordinate Debt Service Reserve Fund shall relieve a Qualified Entity of its obligation to make the payments due on its Qualified Obligations or under the Related Agreement.

On each Reserve Determination Date, the Trustee shall determine if the balance on deposit in the Subordinate Debt Service Reserve Fund is at least equal to the Subordinate DSRF Requirement and the Minimum Subordinate DSRF Requirement. Unless and until Bond Bank satisfies the requirements described under the heading herein “**Operation of Revenue Fund and Pledged Funds – Reduction or Elimination of Reserve Requirements**,” the Subordinate DSRF Requirement and the Minimum Subordinate DSRF Requirement shall be equal. In making each such determination, investments on deposit in the Subordinate Debt Service Reserve Fund shall be valued as provided in the Master Indenture. If on any Reserve Determination Date the amount in the Subordinate Debt Service Reserve Fund is less than the Subordinate DSRF Requirement or the Minimum Subordinate DSRF Requirement, the Trustee shall immediately notify Bond Bank of such fact and the amount of the deficiency.

The Bond Bank may deposit its own funds directly into the Subordinate Debt Service Reserve Fund to cure any deficiency in it.

If any deficiency below the Minimum Subordinate DSRF Requirement shall continue to exist on or before June 1 of the Bond Bank’s fiscal year in which the deficiency occurs, the Bond Bank’s Chair shall make and deliver

to the Bond Bank's Board of Directors a certificate setting forth the amount of such deficiency, including any amounts owed or which may become due and owing to a Subordinate DSRF Credit Provider with respect to a Subordinate DSRF Credit Facility. Notwithstanding anything to the contrary contained herein, in determining whether such deficiency continues to exist on a June 1, the Executive Director of the Bond Bank shall not take into account any deficiency resulting solely from the valuation by the Trustee of the investments in the Subordinate Debt Service Reserve Fund (as opposed to a transfer therefrom to the Subordinate Debt Service Fund due to a default on a Qualified Obligation).

Notwithstanding anything herein to the contrary, the Bonds shall never constitute a general or moral obligation of the State or any political subdivision thereof. Although the Bond Bank will establish the Subordinate Debt Service Reserve Fund for the Subordinate Bonds, the provisions of Indiana Code 5-1.5-5-4 and Indiana Code 5-1.5-6.5-4, pertaining to a moral obligation of the General Assembly of the State of Indiana to consider appropriations to replenish a debt service reserve fund, do not apply to the Subordinate Bonds.

The Trustee shall deposit directly into the Subordinate Debt Service Reserve Fund any payments authorized by the Bond Bank's Board of Directors and made by the Bond Bank from its own funds in order to to replenish any deficiency below the Subordinate DSRF Requirement in the Subordinate Debt Service Reserve Fund.

Any interest earned in the investment of money in the Subordinate Debt Service Reserve Fund shall be transferred upon receipt to the Revenue Fund and/or to pay any Rebate Amounts in accordance with the Supplemental Series Indentures and Tax Certificates (as confirmed in an Officer's Certificate) to the extent that such transfer will not cause the balance in the Subordinate Debt Service Reserve Fund to be less than the Subordinate DSRF Requirement. If on any Reserve Determination Date there exists a surplus in the Subordinate Debt Service Reserve Fund, the Trustee shall transfer the surplus to the Revenue Fund and/or use it to pay any Rebate Amounts in accordance with the Supplemental Series Indentures and Tax Certificates (as confirmed in an Officer's Certificate); provided, however, that if on any Reserve Determination Date there exists or will exist a surplus in the Subordinate Debt Service Reserve Fund as the result of the payment at maturity, redemption or defeasance of a portion of the Subordinate Bonds on or as of such Reserve Determination Date, then the Trustee is authorized to apply the surplus as specified in (i) a Supplemental Series Indenture (as confirmed in an Officer's Certificate) or (ii) an Officer's Certificate.

In lieu of maintaining and depositing money or securities in the Subordinate Debt Service Reserve Fund, the Bond Bank may deposit with the Trustee a Subordinate DSRF Credit Facility in an amount equal to all or a portion of the Subordinate DSRF Requirement. Any Subordinate DSRF Credit Facility will permit the Trustee to draw or obtain under it for deposit in the Subordinate Debt Service Reserve Fund amounts that, when combined with the other amounts in the Subordinate Debt Service Reserve Fund, are not less than the Subordinate DSRF Requirement.

The Trustee will make a drawing on or otherwise obtain funds under the Subordinate DSRF Credit Facility before its expiration or termination (i) whenever money is required for the purposes for which Subordinate Debt Service Reserve Fund money may be applied and (ii) unless such Subordinate DSRF Credit Facility has been extended or a qualified replacement for it delivered to the Trustee, in the event the Bond Bank has not deposited immediately available funds equal to the Subordinate DSRF Requirement at least two Business Days preceding the expiration or termination of the Subordinate DSRF Credit Facility.

If Bond Bank provides the Trustee with a Subordinate DSRF Credit Facility as provided in this subsection or that otherwise satisfies the requirements described under the heading herein "**Operation of Revenue Fund and Pledged Funds – Reduction or Elimination of Reserve Requirements**," the Trustee will transfer the corresponding amount of funds then on deposit in the Subordinate Debt Service Reserve Fund to Bond Bank, provided Bond Bank delivers to the Trustee (i) an Opinion of Bond Counsel that such transfer of funds will not adversely affect the exclusion from gross income for purposes of federal income taxation of interest on any Bonds the interest on which was excludable on the date of their issuance and (ii) Bond Bank covenants to comply with any directions or restrictions contained in such opinion concerning the use of such funds.

Reduction or Elimination of Reserve Requirements. Without obtaining the consent of either the Trustee or any of the Owners of the Senior Bonds, the Bond Bank may at any time by resolution adopted by its Board of Directors and filed with the Trustee establish the Minimum Senior DSRF Reserve Requirement at an amount less than the Senior DSRF Reserve Requirement upon satisfaction of the following conditions:

(a) The above-described resolution contains a finding by the Bond Bank's Board of Directors that such action is not reasonably expected to affect adversely Bond Bank's ability to pay the Principal and Interest Requirements on the Senior Bonds; and

(b) The Bond Bank files with the Trustee written confirmation from each Rating Agency for any Senior Bonds then Outstanding that its then-current rating on the Senior Bonds will not be withdrawn or reduced as a result of such action.

Without obtaining the consent of either the Trustee or any of the Owners of the Subordinate Bonds, the Bond Bank may at any time by resolution adopted by its Board of Directors and filed with the Trustee establish the Minimum Subordinate DSRF Reserve Requirement at an amount less than the Subordinate DSRF Reserve Requirement upon satisfaction of the following conditions:

(a) The above-described resolution contains a finding by the Bond Bank's Board of Directors that such action is not reasonably expected to affect adversely Bond Bank's ability to pay the Principal and Interest Requirements on the Subordinate Bonds; and

(b) The Bond Bank files with the Trustee written confirmation from each Rating Agency for any Subordinate Bonds then Outstanding that its then-current rating on the Subordinate Bonds will not be withdrawn or reduced as a result of such action.

Operating Reserve Fund. On each Payment Date, any amount on deposit in the Operating Reserve Fund shall be transferred to the Senior Debt Service Fund if and to the extent that, after the transfers from the Senior Debt Service Reserve Fund provided for in the Master Indenture, amounts on deposit in the Senior Debt Service Fund are insufficient to pay the principal and interest due on the Senior Bonds on such date. After satisfying the requirements set forth in this subsection, any amount on deposit in the Operating Reserve Fund shall be used to pay Annual Fees described in the most recent Projected Revenue Certificate coming due in then-current Bond Year before being used for any other purpose.

Investment earnings on amounts in the Operating Reserve Fund shall be retained therein unless necessary for transfer to the Senior Debt Service Fund as provided in the above paragraph used to pay Annual Fees or transferred to the Bond Bank as provided in the paragraph below.

At any time upon the filing with the Trustee of a Projected Revenue Certificate but after satisfying the requirements of the two above paragraphs, the Bond Bank may transfer to itself, from amounts on deposit in the Operating Reserve Fund, free and clear of any lien or pledge created by the Master Indenture, an amount which is in excess of the Minimum Balance all as set forth in the Projected Revenue Certificate. Any amount the Bond Bank transfers to itself may be applied to any lawful purpose under the Act.

Cost of Issuance Fund. There shall be deposited in each Cost of Issuance Fund the portion of the proceeds of the Related Series of Bonds and such other amounts as may be specified in the Related Supplemental Series Indenture. The Bond Bank shall use such amounts to pay costs of issuance incurred in connection with the issuance of the Related Series of Bonds. Upon the filing with the Trustee of an Officer's Certificate that no further costs of issuance are to be paid from a Cost of Issuance Fund, the Bond Bank shall transfer any amounts remaining on deposit in such Fund to the Revenue Fund, the Related Acquisition Fund and/or another Fund or Account established hereunder as may be authorized or directed by the Related Supplemental Series Indenture or Tax Certificate. Investment earnings on a Cost of Issuance Fund may be transferred therefrom periodically as provided in the Related Supplemental Series Indenture and Tax Certificate.

Acquisition Fund. There shall be deposited into each Acquisition Fund such portion of the proceeds of the Related Series of Bonds and other amounts as may be specified in the Related Supplemental Series Indenture. The Bond Bank shall use amounts in each Acquisition Fund to acquire Related Qualified Obligations in accordance with the specific requirements of the Related Supplemental Series Indenture, Tax Certificate and Related QE Agreements. Upon the filing with the Trustee of an Officer's Certificate that no additional Qualified Obligations are to be acquired or principal advances made thereon from amounts in an Acquisition Fund, the Bond Bank shall transfer any amounts

remaining on deposit in such Fund to the Revenue Fund and/or another Fund or Account established hereunder as may be authorized or directed by the Related Supplemental Series Indenture or Tax Certificate. Investment earnings in an Acquisition Fund may be transferred periodically therefrom as provided in the Related Supplemental Series Indenture and Tax Certificate.

Rebate Fund. There shall be deposited in each Rebate Fund Rebate Amounts and such other amounts as may be specified in the Related Supplemental Series Indenture and the Related Tax Certificate. The Bond Bank shall use the balance in a Rebate Fund to pay the obligations under Section 148 of the Code in connection with the Related Series of Bonds. The Bond Bank may transfer any amounts on deposit in a Rebate Fund that are not needed for such purpose to the Revenue Fund, the Operating Reserve Fund and/or another Fund or Account established hereunder as may be authorized or directed by the Related Supplemental Series Indenture or Tax Certificate and confirmed in an Officer's Certificate.

Permitted Investments

Subject to the provisions of any Supplemental Indenture, any moneys held as part of any Fund or Account created under or pursuant to the Master Indenture shall be invested or reinvested by the Trustee as continuously as reasonably possible in such Investment Securities as may be directed by the Bond Bank (such direction to be confirmed in writing); provided, however, in the absence of such direction, the Trustee shall automatically invest any moneys held in the funds and accounts created under the Master Indenture in Investment Securities described in item (g) of the definition of Investment Securities. Moneys in separate funds and accounts may be commingled for the purpose of investment or deposit. The Trustee and the Bond Bank agree that all investments hereunder and all instructions of the Bond Bank to the Trustee with respect thereto shall be made in accordance with prudent investment standards reasonably expected to produce the greatest investment yields while seeking to preserve principal without causing any of the Bonds to be arbitrage bonds as defined in Section 148 of the Code, to the extent applicable to such series

Subject to the provisions of any Supplemental Indenture, all investments will be a part of the Fund or Account from which moneys were used to acquire such investments, and all Investment Earnings on such investments will be deposited as received in the General Account created under the Master Indenture. Any investment income, gains or losses shall be charged to the fund or account in which moneys used to purchase such investment had been deposited. The Trustee shall not be liable for investment losses. Moneys in any funds and accounts will be invested in Investment Securities with maturity dates (or redemption dates determinable at the option of the owner of such Investment Securities) coinciding as nearly as practicable with the times at which moneys in such Funds or Accounts will be required for transfer or disbursement under this Master Indenture. The Trustee will sell and reduce to cash sufficient amounts of such Investment Securities in a fund or account as may be necessary to make up a deficiency in any amounts required to be distributed from such fund or account.

Unless otherwise provided in a Supplemental Indenture, the Bond Bank or the Trustee shall value the investments in each Fund and Account established under the Master Indenture or any Supplemental Indenture and held by it or at its direction as of the last Business Day of each month, at the lower of cost or fair market value of such investments, plus accrued interest.

The Trustee may make investments permitted as described herein through its own trust or bond department.

Particular Covenants

Payment of Bonds. The Bond Bank covenants to perform its obligations as provided in the Master Indenture, any Supplemental Series Indenture, each Series of Bonds and related documents and to pay the Bonds, but only from revenues, monies and other property specifically pledged for such purposes.

The principal of and premium, if any, and interest on the Bonds does not constitute a debt or liability of the State or of any political subdivision thereof under the constitution of the State or a pledge of the faith and credit of the State or any political subdivision thereof, but shall be payable solely from the Revenues and funds pledged therefor in accordance with the Master Indenture, the Related Supplemental Series Indenture and in such Series of Bonds. The issuance of the Bonds under the provisions of the Act does not directly, indirectly or contingently, obligate the State

or any political subdivision thereof to levy any form of taxation for the payment thereof or to make any appropriation for their payment and such Bonds and the interest payable thereon do not now and shall never constitute a debt of the State or any political subdivision thereof within the meaning of the constitution of the State or the statutes of the State and do not now and shall never constitute a charge against the credit or taxing power of the State or any political subdivision thereof.

Records and Accounts; Inspections and Reports. The Bond Bank will maintain or cause to be maintained proper books or records and accounts (separate from any of its other records and accounts) showing complete and correct entries of all transactions relating to the Bonds. All books and documents in Bond Bank's possession relating to the Bonds shall at all times be open to inspection by such agents as may be designated by the Trustee or the Owners of twenty-five percent (25%) or more in aggregate principal amount of Bonds then Outstanding.

Covenants with Credit Providers, Senior DSRF Credit Providers and Subordinate DSRF Credit Providers. The Bond Bank may make such covenants as it may in its sole discretion determine to be appropriate with any Bond Credit Provider, Senior Bond DSRF Provider or Subordinate DSRF Credit Provider that provides for the Bonds of any one or more Series a Bond Credit Facility, an Senior DSRF Credit Facility or a Subordinate DSRF Credit Facility that shall enhance the security or the value of such Bonds and thereby reduce the Principal and Interest Requirements on such Bonds or substitute for amounts in the Senior Debt Service Reserve Fund or the Subordinate Debt Service Reserve Fund. Such covenants may be set forth in the Related Supplemental Series Indenture or other Supplemental Indenture and shall be binding on Bond Bank, the Trustee, the Paying Agents and the Owners of the Bonds the same as if such covenants were set forth in full in the Master Indenture.

Possession and Inspection of Qualified Obligations. The Trustee covenants and agrees to retain or cause its agent to retain possession of Qualified Obligations and a copy of the transcript or documents related thereto and release them only in accordance with the provisions of the Master Indenture. The Bond Bank and the Trustee covenant and agree that all books and documents in their possession relating to the Qualified Obligations shall at all times be open to inspection by such accountants or other agencies or persons as the Bond Bank or the Trustee may from time to time designate.

Bond Bank Covenants with Respect to Qualified Obligations. The Bond Bank covenants and agrees that it will not permit or agree to any material change in the Qualified Obligations (other than one for which consent by the Bond Bank is not required), unless the Bond Bank supplies the Trustee with a Projected Revenue Certificate to the effect that, after such change, Revenues expected to be received in each Fiscal Year, together with moneys expected to be held in the Funds and Accounts, will at least equal the debt service on all Outstanding Bonds in each such Fiscal Year.

The Bond Bank covenants and agrees that it will take any and all actions available to it and pursue any remedy set forth in the Act, including particularly Indiana Code 5-1.5-8-5, as amended, for the collection of deficiencies in Qualified Obligation Payments on any Qualified Obligation by the collection of such deficiencies out of certain funds payable but not yet paid to a defaulting Qualified Entity, but only to the extent that such action would not adversely affect the validity of the Qualified Obligations or other obligations of a Qualified Entity.

The Bond Bank covenants and agrees that it will enforce or authorize the enforcement of all remedies available to owners or holders of Qualified Obligations unless the Bond Bank provides the Trustee with a Projected Revenue Certificate to the effect that if such remedies are not enforced, Revenues expected to be received in each Fiscal Year, together with moneys expected to be held in the Funds and Accounts, will at least equal the debt service due on all Outstanding Bonds in each such Fiscal Year; provided, however, that decisions as to the enforcement of remedies shall be within the sole discretion of the Trustee.

The Bond Bank covenants and agrees that it will not sell or dispose of any Qualified Obligations unless the Bond Bank provides to the Trustee a Projected Revenue Certificate to the effect that after such sale, Revenues expected to be received in each Fiscal Year, together with moneys expected to be held in the Funds and Accounts minus any proceeds of such sale to be transferred from any Fund or Account, will at least equal the debt service due on all Outstanding Bonds in each such Fiscal Year. Proceeds of such sales shall be invested only in Governmental Obligations or in Qualified Obligations which the Bond Bank is permitted to purchase under this Master Indenture or

deposited into the Revenue Fund as set forth under the header herein “**Operation of Revenue Fund and Pledged Funds – Revenue Fund.**”

Annual Budget. The Bond Bank shall adopt an annual budget covering its fiscal operations for the succeeding Fiscal Year not later than July 1 of each year and file the same with such officials of the State as required by the Act, as then amended, and with the Trustee, upon the written request of the Trustee. Such budget shall be open to inspection by any Owner. In the event the Bond Bank shall not adopt an annual budget for the succeeding Fiscal Year on or before July 1, the budget for the preceding Fiscal Year shall be deemed to have been adopted and be in effect for the succeeding Fiscal Year until the annual budget for such Fiscal Year shall have been adopted as above provided. The Bond Bank may at any time adopt an amended annual budget in the manner provided in the Act.

Monitoring Investments. The Bond Bank covenants and agrees to regularly review the investments held by the Trustee in the Funds and Accounts for the purpose of assuring that the Revenues derived from such investments are sufficient, together with other anticipated Revenues, to provide for the payment of the debt service on Outstanding Bonds.

Defeasance. If Bond Bank shall pay or provide for the payment of the entire indebtedness on all Bonds Outstanding in any one or more of the following ways: (1) by paying or causing to be paid the principal of and premium, if any, and interest on all Bonds Outstanding, as and when the same become due and payable; (2) by delivering all Bonds Outstanding to the Trustee for cancellation; or (3) by depositing with the Trustee (or an escrow agent acceptable to the Trustee), in trust, cash and/or Governmental Obligations in such amount as will, together with the income or increment to accrue thereon (the “Defeasance Amount”), be fully sufficient to pay or redeem (when redeemable) and discharge the indebtedness on all Bonds Outstanding at or before their respective maturity dates, without consideration of any reinvestment of the Defeasance Amount, as an independent certified public accountant shall verify to the Trustee’s satisfaction; and if Bond Bank shall pay or provide for the payment of (on the date of defeasance or over time) all other sums payable hereunder by the Bond Bank, and, if any of the Bonds Outstanding are to be redeemed before their maturity, notice of such redemption shall have been given as provided in Article IV of the Master Indenture (and the corresponding sections of the Supplemental Series Indentures) or provisions satisfactory to the Trustee shall have been made for the giving of such notice, the Master Indenture and the estate and rights granted in the Master Indenture (except for the provisions of Articles III and IV and Section 6.1 thereof) shall cease and become null and void. Thereupon the Trustee shall, upon receipt by the Trustee of an Officer’s Certificate and an opinion of Bond Counsel, each stating that in the opinion of the signers all conditions precedent to the satisfaction and discharge of the Master Indenture as provided above have been complied with, forthwith execute proper instruments acknowledging satisfaction of and discharging the Master Indenture (except for the provisions of Articles III and IV of the Master Indenture (the corresponding sections of the Supplemental Series Indentures) and Section 6.1 of the Master Indenture), and the lien thereof.

Provision for Payment of Particular Bonds. If Bond Bank shall pay or provide for the payment of the entire indebtedness on particular Bonds in any one or more of the following ways: (1) by paying or causing to be paid the principal of and premium, if any, and interest on such Bonds, as and when the same shall become due and payable; (2) by delivering such Bonds to the Trustee for cancellation; or (3) by depositing with the Trustee (or an escrow agent acceptable to the Trustee), in trust, cash and/or Governmental Obligations in such amount as will, together with the income or increment to accrue thereon (the “Payment Amount”), be fully sufficient to pay or redeem (when redeemable) and discharge the indebtedness on such Bonds at or before their respective maturity dates, without consideration of any reinvestment of the Payment Amount, as an independent certified public accountant shall verify to the Trustee’s satisfaction; and if Bond Bank shall also pay or provide for the payment of all other sums payable hereunder by the Bond Bank with respect to such Bonds, and, if such Bonds are to be redeemed before their maturity, notice of such redemption shall have been given as provided in Article IV of the Master Indenture (or the corresponding provisions of the Related Supplemental Series Indentures) or provisions satisfactory to the Trustee shall have been made for the giving of such notice, such Bonds shall no longer be Outstanding under the Master Indenture and shall cease to be entitled to any lien, benefit or security under the Master Indenture. The liability of the Bond Bank under such Bonds shall continue but their Owners shall thereafter be entitled to payment (to the exclusion of all other Owners) only out of the cash and/or Governmental Obligations deposited with the Trustee (or an escrow agent acceptable to the Trustee) as aforesaid.

Bond Bank may at any time surrender to the Trustee for cancellation any Bonds previously authenticated and delivered that the Bond Bank may have acquired in any manner whatsoever, and such Bonds, upon such surrender and cancellation, shall be deemed to be paid and retired as provided in the Master Indenture.

The defeasance provisions of the Master Indenture may be modified by the Related Supplemental Series Indentures with respect to Bonds of any Series that constitute Variable Rate Bonds and/or Optional Tender Bonds.

Events of Default. The occurrence and continuation of one or more of the following events shall constitute an Event of Default with respect to the Bonds:

(a) Default in the payment of any installment of interest in respect of any Bond as the same shall become due and payable; or

(b) Default in the payment of the principal of or premium, if any, in respect of any Bond as the same shall become due and payable either at maturity, upon redemption, or otherwise; or

(c) Default in the payment of any Amortization Requirement in respect of any Term Bond as the same shall become due and payable; or

(d) Failure on the part of the Bond Bank duly to observe or perform any other of the covenants or agreements on the part of the Bond Bank contained in the Master Indenture, any Supplemental Series Indenture, any Tax Certificate or any Bond; or

(e) Appointment by a court of competent jurisdiction of a receiver for all or any substantial part of the Revenues, the Senior Bond Revenues, and the other Funds and Accounts pledged pursuant to the Master Indenture, or the filing by the Bond Bank of any petition for reorganization of the Bond Bank or rearrangement or readjustment of the obligations of the Bond Bank under the provisions of any applicable bankruptcy or insolvency law; or

(f) The Bond Bank fails to restore the Senior Debt Service Reserve Fund to the Senior DSRF Requirement within sixty (60) days after the end of the Fiscal Year of the Bond Bank during which a deficiency occurs; or

(g) The Bond Bank fails to restore the Subordinate Debt Service Reserve Fund to the Subordinate DSRF Requirement within sixty (60) days after the end of the Fiscal Year of the Bond Bank during which a deficiency occurs.

Notwithstanding any other provision of the Master Indenture, failure to pay the principal or any Amortization Requirement of or interest on the Subordinate Bonds, or failure to restore the Subordinate Debt Service Reserve Fund to the Subordinate DSRF Requirement, will not constitute an Event of Default on the Senior Bonds.

The Bond Bank may, pursuant to a Supplemental Series Indenture, provide for a particular Series of Bonds different or additional Events of Default and remedies upon the occurrence thereof, including, but not limited to, Events of Default upon the occurrence of events specified in any agreement entered into in connection with the delivery of a Bond Credit Facility and acceleration of the full principal amount of such Bonds.

No Acceleration. The principal of and interest on the Bonds is not subject to acceleration upon the occurrence and continuation of an Event of Default.

Other Remedies. Upon the occurrence and continuation of an Event of Default, the Trustee may in its discretion, and shall at the written request of the Majority Owners of the Senior Bonds Outstanding, or if there are no Senior Bonds Outstanding, at the written request of the Majority Owners of the Subordinate Bonds Outstanding, and having been indemnified as provided in the Master Indenture, pursue any available remedy, at law or in equity, to enforce the payment of the principal of and premium, if any, and interest on the Bonds, to enforce any covenant or condition under the Master Indenture or the Supplemental Indentures or to remedy any Event of Default.

Notwithstanding anything in the Master Indenture or the Supplemental Indentures to the contrary, upon the occurrence and continuation of an Event of Default, the Majority Owners of the Senior Bonds Outstanding will control and direct all actions of the Trustee in exercising its rights and powers under the Master Indenture. If there are no Senior Bonds Outstanding, upon the occurrence and continuation of an Event of Default, and if requested so to do in writing by the Majority Owners of the Subordinate Bonds Outstanding, and having been indemnified as provided in the Master Indenture, the Trustee will exercise such of the rights and powers conferred by the Master Indenture, being advised by counsel, that the Trustee deems most effective to enforce and protect the interests of the Owners.

So long as any Senior Bonds are Outstanding, no Owner of any Subordinate Bond may exercise any remedy under the Master Indenture or any Supplemental Indenture.

Restriction on Owners' Actions. In addition to the other restrictions on the rights of Owners to request action upon the occurrence of an Event of Default and to enforce remedies set forth in the Master Indenture, no Owner will have any right to institute any suit, action or proceeding in equity or at law for the enforcement of the Master Indenture or any remedy under the Master Indenture or any Supplemental Indenture or the Bonds, unless (i) an Event of Default has occurred and is continuing of which the Trustee has been notified as provided in the Master Indenture, or of which by the Master Indenture it is deemed to have notice; (ii) the Majority Owners of the Senior Bonds or, if there are no Senior Bonds Outstanding, the Majority Owners of the Subordinate Bonds, have made written request of the Trustee to institute the suit, action, proceeding or other remedy, after the right to exercise the powers or rights of action, as the case may be, has accrued, and have afforded the Trustee a reasonable opportunity either to proceed to exercise the powers granted in the Master Indenture or to institute the action, suit or proceeding in its or their name; (iii) there has been offered to the Trustee security and indemnity reasonably satisfactory to it against the costs, expenses and liabilities to be incurred as provided in the Master Indenture, and (iv) the Trustee has not complied with the request within a reasonable time. Such notification, request and offer of indemnity are declared, at the option of the Trustee, to be conditions precedent to the execution of the trusts of the Master Indenture or for any other remedy under the Master Indenture. It is intended that no one or more Owners will have any right to affect, disturb or prejudice the security of the Master Indenture, or to enforce any right under the Master Indenture or the Bonds, except in the manner provided for in the Master Indenture, and that all proceedings at law or in equity will be instituted, had and maintained in the manner provided in the Master Indenture and for the benefit of all Owners. Nothing in the Master Indenture will affect or impair the right of the Owners to enforce payment of the Bonds in accordance with their terms.

Waiver of Events of Default; Effect of Waiver. The Trustee will waive any Event of Default and its consequences at the written request of the Majority Owners of the Senior Bonds Outstanding or, if there are no Senior Bonds Outstanding, the Majority Owners of the Subordinate Bonds Outstanding. If any Event of Default with respect to the Bonds has been waived as provided in the Master Indenture, the Trustee will promptly give written notice of the waiver to Bond Bank and by first class mail, postage prepaid, to all Owners if the Owners had previously been given notice of the Event of Default. No waiver, rescission and annulment will extend to or affect any subsequent Event of Default or impair any right, power or remedy available under the Master Indenture.

No delay or omission of the Trustee or of any Owner to exercise any right, power or remedy accruing upon any default or Event of Default will impair any such right, power or remedy or will be construed to be a waiver of or acquiescence in any such default or Event of Default. Every right, power and remedy given to the Trustee and to the Owners, respectively, may be exercised from time to time and as often as may be deemed expedient.

Application of Money. Any amounts received by the Trustee will, after payment of the costs and expenses of the proceedings resulting in the collection of the money, the expenses, liabilities and advances incurred or made by the Trustee and the fees (whether ordinary or extraordinary) of the Trustee and expenses of the Bond Bank in carrying out the provisions of the Master Indenture, be deposited in an appropriate Account that the Trustee will establish in the Revenue Fund. The amounts in such Account shall be applied as follows:

(a) To the payment of the persons entitled to it of all installments of interest then due on the Senior Bonds, in order of the maturity of the installments of such interest and, if the money available is not sufficient to pay in full any particular installment, then ratably, according to the amounts due on such installment, to the persons entitled to it, without any discrimination or privilege;

(b) To the payment of the persons entitled to it of the unpaid principal or Amortization Requirements of any of the Senior Bonds which have become due (other than Senior Bonds matured or called for redemption for the payment of which money is held pursuant to the provisions of the Master Indenture), in the order of their due dates and, if the amount available is not sufficient to pay in full such Senior Bonds due on any particular date, then ratably, according to the amount of principal due on such date, to the persons entitled to it, without any discrimination or privilege;

(c) To the payment of the persons entitled to it of all installments of interest then due on the Subordinate Bonds to the extent the same is not to be paid from amounts in the Subordinate Debt Service Reserve Fund, in order of the maturity of the installments of such interest and, if the money available is not sufficient to pay in full any particular installment, then ratably, according to the amounts due on such installment, to the persons entitled to it, without any discrimination or privilege; and

(d) To the payment of the persons entitled to it of the unpaid principal or Amortization Requirements of any of the Subordinate Bonds which have become due (other than Subordinate Bonds matured or called for redemption for the payment of which money is held pursuant to the provisions of the Master Indenture) to the extent the same is not to be paid from amounts in the Subordinate Debt Service Reserve Fund, in the order of their due dates and, if the amount available is not sufficient to pay in full such Subordinate Bonds due on any particular date, then ratably, according to the amount of principal due on such date, to the persons entitled to it, without any discrimination or privilege.

Whenever money is to be applied pursuant to the Master Indenture, it will be applied at such times, and from time to time, as the Trustee determines, having due regard to the amount of money available for application and the likelihood of additional money becoming available for application in the future. Whenever the Trustee applies such money, it will fix the date on which payment is to be made, and interest on the amount of principal to be paid on such date will cease to accrue. The Trustee will give, by first class mail as it may deem appropriate, notice to the Owners of the fixing of such payment date.

Notwithstanding anything to the contrary in the Master Indenture, amounts at any time on deposit in or transferred to the Senior Debt Service Reserve Fund as described under the header herein “**Operation of Revenue Fund and Pledged Funds – Senior Debt Service Reserve Fund**” shall be used only to pay the principal of and interest on the Senior Bonds and such amounts shall be so used but only to the extent that amounts in the above-described Account and the Senior Debt Service Fund are insufficient therefor.

Notwithstanding anything to the contrary in the Master Indenture, amounts at any time on deposit in or transferred to the Subordinate Debt Service Reserve Fund as described herein shall be used only to pay the principal of and interest on the Subordinate Bonds and such amounts shall be so used but only to the extent that amounts in the above-described Account and the Subordinate Debt Service Fund are insufficient therefor.

Notice of Certain Defaults; Opportunity to Cure Such Defaults. Notwithstanding anything to the contrary in the Master Indenture, no default not constituting a debt service payment or insolvency-related default under the Master Indenture will constitute an Event of Default until actual notice of the default is given to Bond Bank by the Trustee or by the Owners of not less than twenty-five percent in aggregate principal amount of all Outstanding Bonds, and Bond Bank has had (i) 30 days after receipt of the notice with respect to any default in the payment of money or (ii) 90 days after receipt of the notice of any other default to correct the default or to cause the default to be corrected; provided, however, that if the default can be corrected, but cannot be corrected within the applicable period, it will not constitute an Event of Default if corrective action is instituted by the Bond Bank within the applicable period and diligently pursued until the default is corrected.

Supplemental Indentures

Supplemental Indentures Not Requiring Consent of Owners. The Bond Bank and the Trustee may, without the consent of, or notice to, any of the Owners of the Bonds, enter into such Supplemental Indenture or Supplemental Indentures as shall not be inconsistent with the terms and provisions of the Master Indenture or any Supplemental Series Indenture for any one or more of the following purposes:

- (a) To cure or correct any ambiguity, formal defect, omission or inconsistent provision in the Master Indenture or in a Supplemental Series Indenture;
- (b) To grant to or confer on the Trustee for the benefit of the Owners any additional rights, remedies, powers or authority that may lawfully be granted to or conferred on the Owners or the Trustee or either of them;
- (c) To subject to the lien and pledge of the Master Indenture additional revenues, properties or collateral;
- (d) To provide for the issuance of coupon Bonds if authorized under the Related Supplemental Series Indenture;
- (e) To amend certain provisions of the Master Indenture or any Supplemental Series Indenture in any manner consistent with Sections 103 and 141 through 150 of the Code (or such other hereinafter enacted sections of the Code as may be applicable to the Bonds) as in effect at the time of the amendment;
- (f) To confirm, as further assurance, any pledge under, and the subjection to any lien or pledge created or to be created by, the Master Indenture or any Supplemental Series Indenture, of the Revenues, the Senior Bond Revenues or any other monies, property or Funds or Accounts;
- (g) To modify, amend or supplement the Master Indenture or any Supplemental Series Indenture as required to permit its qualification under the Trust Indenture Act of 1939, as amended, or any similar federal statute hereafter in effect, or to permit the qualification of any of the Bonds for sale under the securities laws of any of the states of the United States, and, if Bond Bank and the Trustee so determine, to add to this Master Indenture or any Supplemental Series Indenture such other terms, conditions and provisions as may be permitted by the Trust Indenture Act of 1939, as amended, or similar federal statute;
- (h) To add to the covenants and agreements of the Bond Bank contained in this Indenture other covenants and agreements thereafter to be observed for the Owners' protection, including, but not limited to, additional requirements imposed by virtue of a change of law, or to surrender or to limit any right, power or authority therein reserved to or conferred upon Bond Bank;
- (i) To amend, modify or change the terms of any agreements governing any book-entry-only system for any of the Bonds;
- (j) In the case of Supplemental Series Indentures, to provide for the issuance of additional Series of Bonds (including Refunding Bonds) and to provide for such other related matters as may be required or contemplated by or appropriate under the Master Indenture;
- (k) To make any changes necessary to comply with the requirements of a Rating Agency or of a Bond Credit Provider, an Senior DSRF Credit Provider or a Subordinate DSRF Credit Provider that, as expressed in a finding or determination by the Bond Bank (which is included in the Supplemental Indenture), would not materially adversely affect the security for the Bonds;
- (l) To make any other changes that, as expressed in a determination or finding by the Bond Bank (which shall be stated in the Supplemental Indenture, and may be based upon an Opinion of Counsel and/or the opinion of the Bond Bank's municipal advisor) shall not prejudice in any material respect the rights of the Owners of the Bonds then Outstanding; and
- (m) To restate in one document the Master Indenture and all effective Supplemental Series Indentures and other Supplemental Indentures, which restatement shall then become the Master Indenture for all purposes, effective as of the date of this Master Indenture with respect to matters set forth therein and as of the date of any Supplemental Indenture included in the restatement as to matters set forth in any such Supplemental Indenture. Supplemental Series Indentures and the Bonds issued thereunder prior to a restatement shall be deemed to relate to the restated Master Indenture without any further action or amendment.

Supplemental Indentures Requiring Consent. Exclusive of Supplemental Indentures not requiring the consent of owners as described above and subject to the terms and provisions contained in the Master Indenture, the Owners of a majority in aggregate principal amount of Bonds then Outstanding shall have the right from time to time, notwithstanding any other provision of this Indenture, to consent to and approve the execution by the Bond Bank and the Trustee of such other Supplemental Indenture or Supplemental Indentures as the Bond Bank shall deem necessary or desirable to modify, alter, amend, add to or rescind any of the terms or provisions contained in the Master Indenture or in any Supplemental Indenture; provided, however, that without the consent and approval of the Owners of all of the affected Bonds then Outstanding nothing in the Master Indenture shall permit, or be construed as permitting (i) an extension of the maturity of the principal of or the interest on any Bond, (ii) a reduction in the principal amount of any Bond or the rate of interest on it, (iii) a privilege or priority of any Bond or Bonds over any other Bond or Bonds except as otherwise provided herein, or (iv) a reduction in the aggregate principal amount of Bonds required for consent to such Supplemental Indenture.

First Supplemental Series Indenture

The First Supplemental Series Indenture supplements the Master Indenture in the following ways.

Establishment of Funds and Accounts for the Series 2025A Bonds. In accordance with the Master Indenture, the Series 2025A Cost of Issuance Fund, the Series 2025A Escrow Fund, and the Series 2025A Rebate Fund are established with respect to the Series 2025A Bonds.

2025A Cost of Issuance Fund. The Trustee shall apply the amounts in the 2025A Cost of Issuance Fund to pay the costs of issuance of the Series 2025A Bonds as the Bond Bank shall direct pursuant to requisitions or instructions provided by a Bond Bank Representative from time to time. Any of the amounts deposited in the 2025A Cost of Issuance Fund that are remaining therein within ninety (90) days after the date of issuance of the Series 2025A Bonds and not applied to pay the costs of issuance of the Series 2025A Bonds shall be transferred to the Revenue Fund and applied to pay debt service on the Series 2025A Bonds before any other amounts therein are so used.

2025A Escrow Fund. The Trustee shall apply the amounts in the 2025A Escrow Fund to refund the Refunded Bonds in accordance with the instructions provided by a Bond Bank Representative. Any of the amounts deposited in the 2025A Escrow Fund that are not applied to refund the Refunded Bonds shall be transferred to the Revenue Fund and applied to pay debt service on the Series 2025A Bonds before any other amounts therein are so used.

2025A Rebate Fund. The Trustee shall invest and apply amounts on deposit in the 2025A Rebate Fund as directed by the Officer's Certificate provided pursuant to and in accordance with the 2025A Tax Certificate.

Additional Conditions. Before the issuance and delivery of the Series 2025A Bonds by the Paying Agent, the Bond Bank shall deliver or cause to be delivered to the Trustee the following documents in addition to those required under the Master Indenture:

- (a) A Projected Revenue Certificate satisfying the requirements of Section 7.3 and Section 7.4 of the First Supplemental Series Indenture (also set forth below under the header "**First Supplemental Series Indenture – Required Senior Bond Debt Service Coverage for Additional Bonds**" and "**First Supplemental Series Indenture – Restrictions on Permitted Investments**");
- (b) Each Related Qualified Obligation;
- (c) An executed version of each Related QE Agreement;
- (d) Certified copies or duplicate originals of all resolutions, documents, certificates and opinions of each Qualified Entity relating to the Related QE Agreement or the issuance of the Related Qualified Obligation;
- (e) Such certificates, instruments and documents as are required by the terms of each Related QE Agreement;

(f) An opinion of bond counsel to each Qualified Entity dated the date of the issuance of the Related Qualified Obligation which shall, at a minimum, state, subject to customary qualifications, that the Related Qualified Obligation and the Related QE Agreement are valid and binding in accordance with their terms; and

(g) The executed 2025A Tax Certificate.

2025A Tax Certificate. The Bond Bank agrees that it will not take any action, or omit to take any action, if any such action or omission would adversely affect the exclusion from gross income of interest on the Series 2025A Bonds under Section 103 of the Code. The Bond Bank agrees that it will not directly or indirectly use or permit the use of any proceeds of the Series 2025A Bonds or any other funds of the Bond Bank or take or omit to take any action that would cause the Series 2025A Bonds to be “arbitrage bonds” under Section 148(a) of the Code. To these ends, the Bond Bank will comply with all requirements of Sections 141 through 150 of the Code, including the rebate requirement of Section 148(f), to the extent applicable to the Series 2025A Bonds.

Without limiting the generality of the foregoing, the Bond Bank agrees that (i) it will not directly or indirectly use or permit the use of the proceeds of the Series 2025A Bonds except in accordance with the 2025A Tax Certificate and (ii) insofar as the 2025A Tax Certificate imposes duties and responsibilities on Bond Bank, the 2025A Tax Certificate is specifically incorporated by reference into the First Supplemental Series Indenture.

The Trustee agrees to comply with all written instructions of a Bond Bank Representative given in accordance with the 2025A Tax Certificate, but the Trustee shall not be required to ascertain that the instructions comply with the 2025A Tax Certificate. The Trustee shall be entitled to receive and may request from time to time from Bond Bank written instructions from a nationally-recognized bond counsel acceptable to the Trustee regarding the interpretation of Sections 141 through 150 of the Code, and the Trustee agrees that it will comply with such directions (upon which the Trustee and Bond Bank may conclusively rely) so as to enable Bond Bank to perform its covenants under the First Supplemental Series Indenture.

Notwithstanding any provisions of the First Supplemental Series Indenture, if Bond Bank shall provide to the Trustee an opinion of nationally-recognized bond counsel addressed and acceptable to Bond Bank and the Trustee to the effect that any action is not required to maintain the exclusion from gross income of the interest on the Series 2025A Bonds under Section 103 of the Code, the Trustee may rely conclusively on such opinion in complying with the provisions of the First Supplemental Series Indenture.

Required Senior Bond Debt Service Coverage for Additional Bonds. For so long as any of the Series 2025A Bonds remains Outstanding, each Projected Revenue Certificate filed with the Trustee under the section titled “Conditions of Issuing a Series of Bonds” in the Master Indenture shall show, for each Bond Year, Required Senior Bond Debt Service Coverage equal to at least one hundred twenty-five percent (125%). In other words, for purposes of the conditions for the issuance of additional Series of Bonds and for so long as any of the Series 2025A Bonds remains Outstanding, “Required Senior Bond Debt Service Coverage” means 125%.

Restrictions on Permitted Investments. For so long as any of the Series 2025A Bonds remains Outstanding, (i) amounts on deposit in the Senior Debt Service Reserve Fund shall only be invested in Governmental Obligations or in such investments with a rating at least equal to the then-current rating assigned by each Rating Agency to the Senior Bonds Outstanding, and (ii) amounts on deposit in the Subordinate Debt Service Reserve Fund shall only be invested in Governmental Obligations or in such investments with a rating at least equal to the then-current rating assigned (if any) by each Rating Agency to the Subordinate Bonds Outstanding.

Second Supplemental Series Indenture

The Second Supplemental Series Indenture supplements the Master Indenture in the following ways.

Establishment of Funds and Accounts for the Series 2026A Bonds. In accordance with the Master Indenture, the Series 2026A Cost of Issuance Fund, the Series 2026A Escrow Fund, and the Series 2026A Rebate Fund are established with respect to the Series 2026A Bonds.

2026A Cost of Issuance Fund. The Trustee shall apply the amounts in the 2026A Cost of Issuance Fund to pay the costs of issuance of the Series 2026A Bonds as the Bond Bank shall direct pursuant to requisitions or instructions provided by a Bond Bank Representative from time to time. Any of the amounts deposited in the 2026A Cost of Issuance Fund that are remaining therein within ninety (90) days after the date of issuance of the Series 2026A Bonds and not applied to pay the costs of issuance of the Series 2026A Bonds shall be transferred to the Revenue Fund and applied to pay debt service on the Series 2026A Bonds before any other amounts therein are so used.

2026A Escrow Fund. The Trustee shall apply the amounts in the 2026A Escrow Fund to refund the Refunded Bonds in accordance with the instructions provided by a Bond Bank Representative. Any of the amounts deposited in the 2026A Escrow Fund that are not applied to refund the Refunded Bonds shall be transferred to the Revenue Fund and applied to pay debt service on the Series 2026A Bonds before any other amounts therein are so used.

2026A Rebate Fund. The Trustee shall invest and apply amounts on deposit in the 2026A Rebate Fund as directed by the Officer's Certificate provided pursuant to and in accordance with the 2026A Tax Certificate.

Additional Conditions. Before the issuance and delivery of the Series 2026A Bonds by the Paying Agent, the Bond Bank shall deliver or cause to be delivered to the Trustee the following documents in addition to those required under the Master Indenture:

- (a) A Projected Revenue Certificate satisfying the requirements of Section 7.3 and Section 7.4 of the Second Supplemental Series Indenture (also set forth below under the header "**Second Supplemental Series Indenture – Required Senior Bond Debt Service Coverage for Additional Bonds**" and "**Second Supplemental Series Indenture – Restrictions on Permitted Investments**");
- (b) Each Related Qualified Obligation;
- (c) An executed version of each Related QE Agreement;
- (d) Certified copies or duplicate originals of all resolutions, documents, certificates and opinions of each Qualified Entity relating to the Related QE Agreement or the issuance of the Related Qualified Obligation;
- (e) Such certificates, instruments and documents as are required by the terms of each Related QE Agreement;
- (f) An opinion of bond counsel to each Qualified Entity dated the date of the issuance of the Related Qualified Obligation which shall, at a minimum, state, subject to customary qualifications, that the Related Qualified Obligation and the Related QE Agreement are valid and binding in accordance with their terms; and
- (g) The executed 2026A Tax Certificate.

2026A Tax Certificate. The Bond Bank agrees that it will not take any action, or omit to take any action, if any such action or omission would adversely affect the exclusion from gross income of interest on the Series 2026A Bonds under Section 103 of the Code. The Bond Bank agrees that it will not directly or indirectly use or permit the use of any proceeds of the Series 2026A Bonds or any other funds of the Bond Bank or take or omit to take any action that would cause the Series 2026A Bonds to be "arbitrage bonds" under Section 148(a) of the Code. To these ends, the Bond Bank will comply with all requirements of Sections 141 through 150 of the Code, including the rebate requirement of Section 148(f), to the extent applicable to the Series 2026A Bonds.

Without limiting the generality of the foregoing, the Bond Bank agrees that (i) it will not directly or indirectly use or permit the use of the proceeds of the Series 2026A Bonds except in accordance with the 2026A Tax Certificate and (ii) insofar as the 2026A Tax Certificate imposes duties and responsibilities on Bond Bank, the 2026A Tax Certificate is specifically incorporated by reference into the Second Supplemental Series Indenture.

The Trustee agrees to comply with all written instructions of a Bond Bank Representative given in accordance with the 2026A Tax Certificate, but the Trustee shall not be required to ascertain that the instructions comply with the 2026A Tax Certificate. The Trustee shall be entitled to receive and may request from time to time from Bond Bank written instructions from a nationally-recognized bond counsel acceptable to the Trustee regarding the interpretation of Sections 141 through 150 of the Code, and the Trustee agrees that it will comply with such directions (upon which the Trustee and Bond Bank may conclusively rely) so as to enable the Bond Bank to perform its covenants under the Second Supplemental Series Indenture.

Notwithstanding any provisions of the Second Supplemental Series Indenture, if Bond Bank shall provide to the Trustee an opinion of nationally-recognized bond counsel addressed and acceptable to Bond Bank and the Trustee to the effect that any action is not required to maintain the exclusion from gross income of the interest on the Series 2026A Bonds under Section 103 of the Code, the Trustee may rely conclusively on such opinion in complying with the provisions of the Second Supplemental Series Indenture.

Required Senior Bond Debt Service Coverage for Additional Bonds. For so long as any of the Series 2026A Bonds remains Outstanding, each Projected Revenue Certificate filed with the Trustee under the section titled “Conditions of Issuing a Series of Bonds” in the Master Indenture shall show, for each Bond Year, Required Senior Bond Debt Service Coverage equal to at least one hundred twenty-five percent (125%). In other words, for purposes of the conditions for the issuance of additional Series of Bonds and for so long as any of the Series 2026A Bonds remains Outstanding, “Required Senior Bond Debt Service Coverage” means 125%.

Restrictions on Permitted Investments. For so long as any of the Series 2026A Bonds remains Outstanding, (i) amounts on deposit in the Senior Debt Service Reserve Fund shall only be invested in Governmental Obligations or in such investments with a rating at least equal to the then-current rating assigned by each Rating Agency to the Senior Bonds Outstanding, and (ii) amounts on deposit in the Subordinate Debt Service Reserve Fund shall only be invested in Governmental Obligations or in such investments with a rating at least equal to the then-current rating assigned (if any) by each Rating Agency to the Subordinate Bonds Outstanding.

[End of Appendix C]

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APPENDIX D

DEFINITIONS

The following are definitions of certain terms used in the Official Statement, including its Appendices, which are also used in the Master Trust Indenture and the Second Supplemental Series Indenture:

“Accounts” means any account established pursuant to the terms of the Master Indenture or any Supplemental Series Indenture.

“Accreted Value” means with respect to Capital Appreciation Bonds of any Series, the amount set forth in the Related Supplemental Series Indenture as the amount representing the initial public offering price plus the accreted and compounded interest on such Bonds as of any point in time.

“Acquisition Fund” means the Acquisition Fund for a Series of Bonds, if any, to be established by the Related Supplemental Series Indenture.

“Act” means the provisions of Indiana Code 5-1.5, as from time to time amended.

“Amortization Requirement” as applied to any Term Bonds of any maturity for any Bond Year, means the principal amount or amounts fixed by, or computed in accordance with the terms of, the Related Supplemental Series Indenture for the retirement of such Term Bonds by mandatory purchase or redemption on the Principal Payment Date or Dates established by such Supplemental Series Indenture.

“Annual Fees” means the annual Trustee, Paying Agent and other fiscal agency fees or charges, and any annual fees or charges of the Bond Bank with respect to its administration of the Bonds, the Qualified Obligations and the CFR Program.

“Bankruptcy Code” means the Bankruptcy Reform Act of 1978, as amended from time to time.

“Beneficial Owner” means any person that has or shares the power, directly or indirectly, to make investment decisions concerning the ownership of any Bonds (including any person holding Bonds through nominees, depositories or other intermediaries).

“Bond” or “Bonds” means any or all of the Senior Bonds and Subordinate Bonds of the Bond Bank issued pursuant to Article V of the Master Indenture, but excludes Junior Subordinate Debt.

“Bond Bank” means the Indiana Bond Bank, a body corporate and politic, not a state agency, but an independent public instrumentality of the State exercising essential public functions, or any successor to its functions.

“Bond Bank Debt” means “bonds” of the Bond Bank as defined in Indiana Code 5-1.5-1-4.

“Bond Bank Representative” means any of the Chairman, Vice Chairman or Executive Director of the Bond Bank and any other member, officer or employee of the Bond Bank authorized by resolution of the Bond Bank’s Board of Directors to perform the act or sign the document in question.

“Bond Counsel” means a firm of attorneys of nationally recognized expertise with respect to the exclusion from gross income under federal tax law of interest on obligations issued or incurred by states and their political subdivisions, selected by the Bond Bank and not objected to by the Trustee.

“Bond Credit Facility” means a line of credit, letter of credit, standby bond purchase agreement, municipal bond insurance or similar credit enhancement or liquidity facility established to provide credit or liquidity support for all or any portion of a Series of Bonds as provided in the Related Supplemental Series Indenture.

“Bond Credit Provider” means, as to all or any portion of a Series of Bonds, the Person providing a Bond Credit Facility, as designated in the Related Supplemental Series Indenture in respect of such Bonds.

“Bondholder” or “holder of Bonds” or “owner of Bonds” or any similar term means the registered owner of any Bond.

“Bond Year” means the 12-month period commencing on the sixteenth day of February of any calendar year and ending on the fifteenth day of February of the next ensuing calendar year, or such other twelve-month period commencing and ending on the dates specified with respect to a Series of Bonds in the Related Supplemental Series Indenture. The first and last Bond Years with respect to any Series of Bonds may be short periods.

“Business Day” means a day other than Saturday, Sunday or day on which banking institutions in the city in which the corporate trust office of the Trustee is located are required or authorized by law to close or on which the New York Stock Exchange is closed.

“Capital Appreciation Bonds” means Bonds the interest on which is compounded and accumulated at the rates and on the dates set forth in the Related Supplemental Series Indenture and is payable upon redemption or on the maturity date of such Bonds or on the date, if any, upon which such Bonds become Current Interest Bonds.

“CFR Program” means the Community Funding Resource Program operated by the Bond Bank for the purpose of acquiring, whether by purchase or assignment, Qualified Obligations from Qualified Entities pursuant to the Act.

“Code” means the Internal Revenue Code of 1986, as amended, as in effect upon the issuance of and thereafter applicable to any Series of Bonds and the regulations of the United States Department of the Treasury promulgated thereunder as in effect upon the issuance of and thereafter applicable to any Series of Bonds.

“Costs of Issuance” means items of expense payable or reimbursable directly or indirectly by the Bond Bank and related to the authorization, sale and issuance of the Bonds, which items of expense shall include, but not be limited to, printing costs, costs of reproducing documents, filing and recording fees, initial fees and charges of the Trustee, underwriter’s discounts, legal fees and charges, professional consultants’ fees, costs of credit ratings, fees and charges for execution, transportation and safekeeping of the Bonds, bond or reserve fund insurance premiums, credit enhancements (including Credit Facilities) or liquidity facility fees, and other costs, charges and fees in connection with the foregoing.

“Cost of Issuance Fund” means the Cost of Issuance Fund for a Series of Bonds to be established by the Related Supplemental Series Indenture.

“Counsel” means an attorney duly admitted to practice law before the highest court of any state and approved by the Bond Bank.

“Current Interest Bonds” means Bonds the interest on which is payable currently on the Interest Payment Dates provided therefor in the Related Supplemental Series Indenture.

“Default” means an event or condition, the occurrence of which, with the lapse of time or the giving of notice or both, would become an Event of Default the Indenture.

“Event of Default” means any occurrence of an event specified as such in the Indenture.

“Escrow Fund” means an escrow fund relating to a Series of Bonds that may be established pursuant to the Related Supplemental Series Indenture.

“Fiscal Year” means the twelve-month period from July 1 through the following June 30.

“Fitch” means Fitch Ratings Inc. or any successor thereto.

“Fund” means any fund established pursuant to the terms of the Master Indenture or any Supplemental Series Indenture. “Governmental Obligations” noncallable: (a) United States Treasury Certificates, Notes and Bonds (including State and Qualified Entity Series - “SLGs”); (b) direct obligations of the Treasury which have been stripped by the Treasury itself, CATS, TIGRS and similar securities; (c) the interest component of Resolution Funding Corp. strips, which have been stripped by request to the Federal Reserve Bank of New York in book-entry form; (d) pre-refunded municipal bonds that have been pre-refunded with cash, direct United States or United States guaranteed obligations, or pre-refunded municipals rated “AAA” by S&P; and (e) obligations issued by the following agencies, which are backed by the full faith and credit of the United States: (i) United States Export-Import Bank (Eximbank) direct obligations or fully guaranteed certificates of beneficial ownership; (ii) Farmers Home Administration (FmHA) certificates of beneficial ownership; (iii) Federal Financing Bank; (iv) General Services Administration participation certificates; (v) United States Maritime Administration guaranteed Title IX financing; (vi) United States Department of Housing and Urban Development (HUD) project notes, local authority bonds, new communities debentures - United States government guaranteed debentures, and United States Public Housing Notes and Bonds - United States government guaranteed public housing notes and bonds, and (vii) a Qualified Entity investment pool created pursuant to Indiana Code 5-13-9-11, including TrustIndiana Qualified Entity Investment Pool.

“Indenture” or “Master Indenture” means the Master Trust Indenture, dated as of November 1, 2025, between the Bond Bank and the Trustee, as the same may be modified, altered, amended and supplemented in accordance with its terms by one or more Supplemental Series Indentures and other Supplemental Indentures.

“Interest Payment Date” means February 15 or August 15, as the case may be; provided, however, that “Interest Payment Date” may mean, if so provided in a Supplemental Series Indenture, such other date or dates provided therein or permitted thereby.

“Interest Requirement” for any Interest Payment Date, as applied to all of the Current Interest Bonds or a portion thereof, means the total of the interest regularly scheduled to become due on such Bonds on such Interest Payment Date. Interest expense shall be excluded from the definition of Interest Requirement to the extent that proceeds of any Bonds or other funds are held by the Trustee to pay such interest. Unless Bond Bank shall otherwise provide in a Supplemental Indenture, interest expense on Bond Credit Facilities drawn upon to purchase but not to retire Bonds, to the extent such interest exceeds the interest otherwise payable on such Bonds, shall not be included in the determination of an Interest Requirement.

“Investment Earnings” means earnings and profits (after consideration of any accrued interest paid and/or amortization of premium or discount on the investment) on the moneys in the Funds and Accounts established under the Indenture.

“Investment Securities” means any of the following:

- (a) Governmental Obligations;
- (b) Federal Housing Administration debentures;
- (c) The listed obligations of government-sponsored agencies which are not backed by the full faith and credit of the United States of America:
 - (i) Federal Home Loan Mortgage Corporation (FHLMC);
 - (ii) participation certificates (excluded are stripped mortgage securities which are purchased at prices exceeding their principal amounts) - senior debt obligations;
 - (iii) Farm Credit Banks (formerly: Federal Land Banks, Federal Intermediate Credit Banks and Banks for Cooperatives) consolidated system-wide bonds and notes;
 - (iv) Federal Home Loan Banks (FHL Banks) consolidated debt obligations;

(v) Federal National Mortgage Association (FNMA) senior debt obligations and mortgage-backed securities (excluded are stripped mortgage securities which are purchased at prices exceeding their principal amounts);

(vi) Student Loan Marketing Association (SLMA) senior debt obligations (excluded are securities that do not have a fixed par value and/or whose terms do not promise a fixed dollar amount at maturity or call date);

(vii) Financing Corporation (FICO) debt obligations; and

(viii) Resolution Funding Corporation (REFCORP) debt obligations;

(d) unsecured certificates of deposit, time deposits and bankers' acceptances (having maturities of not more than 30 days) of any bank, the short-term obligations of which are rated "A-1" or better by S&P;

(e) deposits, the aggregate amount of which are fully insured by the Federal Deposit Insurance Corporation (FDIC), in banks which have capital and surplus of at least \$5 million;

(f) commercial paper (having original maturities of not more than 270 days) rated "A-1+" by S&P and "Prime-1" by Moody's;

(g) money market funds rated "AAm" or "AAm-G" (or their equivalent) by S&P, or better;

(h) "State Obligations," which means:

(i) direct general obligations of any state of the United States of America or any subdivision or agency thereof to which is pledged the full faith and credit of a state, the unsecured general obligation debt of which is rated "A3" by Moody's and "A" by S&P, or better, or any obligation fully and unconditionally guaranteed by any state, subdivision or agency whose unsecured general obligation debt is so rated;

(ii) direct general short-term obligations of any state agency or subdivision or agency thereof described in (i) above and rated "A-1+" by S&P and "MIG-1" by Moody's; and

(iii) special revenue bonds (as defined in the Bankruptcy Code) of any state, state agency or subdivision described in (i) above and rated "AA" or better by S&P and "Aa" or better by Moody's;

(i) pre-refunded municipal obligations rated "AA+" by S&P and "Aa1" by Moody's meeting the following requirements:

(i) the municipal obligations are (1) not subject to redemption prior to maturity or (2) the trustee for the municipal obligations has been given irrevocable instructions concerning their call and redemption and the issuer of the municipal obligations has covenanted not to redeem such municipal obligations other than as set forth in such instructions;

(ii) the municipal obligations are secured by cash or United States Treasury Obligations, which may be applied only to payment of the principal of, interest and premium on such municipal obligations;

(iii) the cash or United States Treasury Obligations serving as security for the municipal obligations are held by an escrow agent or trustee in trust for owners of the municipal obligations;

(iv) no substitution of a United States Treasury Obligation shall be permitted except with another United States Treasury Obligation and upon delivery of a new report of independent certified

public accountants verifying that the principal of and interest on the substitute United States Treasury Obligations (plus any cash in the escrow) is sufficient to pay in full all principal of, interest, and premium, if any, due and to become due on such pre-refunded municipal obligations; and

(v) the cash or United States Treasury Obligations are not available to satisfy any other claims, including those by or against the trustee or escrow agent;

(j) repurchase agreements with: (1) any domestic bank, or domestic branch of a foreign bank, the long term debt of which is rated at least "A" by S&P and Moody's; or (2) any broker-dealer with "retail customers" or a related affiliate thereof which broker-dealer has, or the parent company (which guarantees the provider) of which has, long-term debt rated at least "A" by S&P and Moody's, which broker-dealer falls under the jurisdiction of the Securities Investors Protection Corporation; or (3) any other entity rated "A" or better by S&P and Moody's, provided that:

(i) the market value of the collateral is maintained at levels and upon such conditions as would be acceptable to S&P and Moody's to maintain an "A" rating in an "A" rated structured financing (with a market value approach);

(ii) the Trustee or a third party acting solely as agent therefor or for the Bond Bank (the "Holder of the Collateral") has possession of the collateral or the collateral has been transferred to the Holder of the Collateral in accordance with applicable state and federal laws (other than by means of entries on the transferor's books);

(iii) the repurchase agreement shall state and an Opinion of Counsel shall be rendered at the time such collateral is delivered that the Holder of the Collateral has a perfected first priority security interest in the collateral, any substituted collateral and all proceeds thereof (in the case of bearer securities, this means the Holder of the Collateral is in possession);

(iv) all other requirements of S&P in respect of repurchase agreements shall be met; and

(v) the repurchase agreement shall provide that if during its term the provider's rating by either Moody's or S&P is withdrawn or suspended or falls below "A-" by S&P or "A3" by Moody's, as appropriate, the provider must, at the direction of the Bond Bank or the Trustee, within 10 days of receipt of such direction, repurchase all collateral and terminate the agreement, with no penalty or premium to the Bond Bank or the Trustee.

Notwithstanding the above, if a repurchase agreement has a term of 270 days or less (with no evergreen provision), collateral levels need not be as specified in (i) above, so long as such collateral levels are 103% or better and the provider is rated at least "A" by S&P or "A2" by Moody's;

(k) investment agreements with a domestic or foreign bank or corporation (other than a life or property casualty insurance company), the long-term debt of which, or, in the case of a guaranteed corporation, the long-term debt, or, in the case of a monoline financial guaranty insurance company, the claims paying ability, of the guarantor, is rated at least "A+" by S&P and "A1" by Moody's; provided that, by the terms of the investment agreement:

(i) interest payments are to be made to the Trustee at times and in amounts as necessary to pay debt service on the Series 2026 A-1 Bonds;

(ii) the invested funds are available for withdrawal without penalty or premium, at any time upon not more than seven days' prior notice, and the Bond Bank and the Trustee hereby agree to

give or cause to be given notice in accordance with the terms of the investment agreement so as to receive funds thereunder with no penalty or premium paid;

(iii) the investment agreement shall state that it is the unconditional and general obligation of, and is not subordinated to any other obligation of, the provider thereof or, if the provider is a bank, the agreement or the Opinion of Counsel shall state that the obligation of the provider to make payments thereunder ranks pari passu with the obligations of the provider to its other depositors and its other unsecured and unsubordinated creditors;

(iv) the Bond Bank or the Trustee receives the opinion of domestic counsel (which opinion shall be addressed to the Bond Bank) that such investment agreement is legal, valid, binding and enforceable upon the provider in accordance with its terms and of foreign counsel (if applicable) in form and substance acceptable, and addressed to, the Bond Bank;

(v) the investment agreement shall provide that if during its term:

(A) the provider's rating by either S&P or Moody's falls below "A" or "A2," respectively, the provider shall, at its option, within 10 days of receipt of publication of such downgrade, either: (i) collateralize the investment agreement by delivering or transferring in accordance with applicable state and federal laws (other than by means of entries on the provider's books) to the Bond Bank, the Trustee or a third party acting solely as agent therefor (the "Holder of the Collateral") collateral free and clear of any third-party liens or claims, the market value of which collateral is maintained at levels and upon such conditions as would be acceptable to S&P or Moody's to maintain an "A" or "A2" rating, respectively, in an "A" and "A2" rated structured financing (with a market value approach), respectively; or (ii) repay the principal of and accrued but unpaid interest on the investment; and

(B) the provider's rating by either S&P or Moody's is withdrawn or suspended or falls below "BBB" or "Baa2," respectively, the provider must, at the direction of the Bond Bank or the Trustee, within 10 days of receipt of such direction, repay the principal of and accrued but unpaid interest on the investment, in either case with no penalty or premium to the Bond Bank or the Trustee;

(vi) the investment agreement shall state and an Opinion of Counsel shall be rendered, in the event collateral is required to be pledged by the provider under the terms of the investment agreement, at the time such collateral is delivered, that the Holder of the Collateral has a perfected first priority security interest in the collateral, any substituted collateral and all proceeds thereof (in the case of bearer securities, this means the Holder of the Collateral is in possession); and

(vii) the investment agreement must provide that if during its term:

(A) the provider shall default in its payment obligations, the provider's obligations under the investment agreement shall, at the direction of the Bond Bank or the Trustee, be accelerated and amounts invested and accrued but unpaid interest thereon shall be repaid to the Bond Bank or the Trustee, as appropriate; and

(B) the provider shall become insolvent, not pay its debts as they become due, be declared or petition to be declared bankrupt, etc. ("event of insolvency"), the provider's obligations shall automatically be accelerated and amounts invested and accrued but unpaid interest thereon shall be repaid to the Bond Bank or the Trustee, as appropriate.

"Junior Subordinate Debt" means Bond Bank Debt that is secured by a pledge of revenues, money and other property of the Bond Bank expressly made subordinate to the pledge of the Revenues, Senior Bond Revenues, Funds and Accounts and other property securing the Bonds of all Series set forth in the article titled "Establishment of Trust" in the Master Indenture.

“Local Account” means any Account established pursuant to a Supplemental Series Indenture in a Fund or Account with respect to a Qualified Entity.

“Majority Owners” means the Owners of at least 51% of the aggregate principal amount of the Senior Bonds or the Subordinate Bonds Outstanding, as applicable.

“Minimum Balance” means the minimum amount, which, if applied as the amount producing the ORF Revenues in clause (b)(1) and as the clause (b)(2) amount in the definition of Projected Revenue Certificate, assuming all other amounts are fixed, would result in (i) Revenue Coverage equal at least to the Required Revenue Coverage, and (ii) Senior Debt Service Coverage equal to at least the Required Senior Debt Service Coverage.

“Minimum Senior DSRF Requirement” means an amount equal to the Senior DSRF Requirement or such lesser amount as may be established by the Bond Bank pursuant to Section 8.7 of the Master Trust Indenture.

“Minimum Subordinate DSRF Requirement” means an amount equal to the Subordinate DSRF Requirement or such lesser amount as may be established by the Bond Bank pursuant to Section 8.7 of the Master Trust Indenture.

“Moody’s” means Moody’s Investors Service, or any successor thereto.

“Officer’s Certificate” means a certificate signed by a Bond Bank Representative and filed with the Trustee.

“Operating Reserve Fund” or “ORF” means the Operating Reserve Fund established pursuant to the Master Indenture. “Opinion of Bond Counsel” means an Opinion of Counsel by a nationally recognized firm experienced in matters relating to the tax exemption for interest payable on obligations of states and their instrumentalities and political subdivisions under federal law and which is acceptable to the Bond Bank and the Trustee.

“Opinion of Counsel” means a written opinion of Counsel addressed to the Trustee, for the benefit of the owners of the Bonds, who may (except as otherwise expressly provided in the Indenture) be Counsel to the Bond Bank or Counsel to the owners of the Bonds and who is acceptable to the Trustee.

“Optional Tender Bonds” means any Bonds issued under this Master Indenture a feature of which is an option on the part of the Owners of such Bonds to tender to the Bond Bank, or to the Trustee, any Paying Agent or other fiduciary for such Owners, or to an agent of any of the foregoing, all or a portion of such Bonds for payment or purchase.

“ORF Revenues” means investment earnings on amounts in the Operating Reserve Fund.

“Outstanding” or “Bonds Outstanding” when used in reference to the Bonds and as of a particular date, means all Bonds authenticated and delivered by the Trustee under the Master Indenture, including Bonds held by the Bond Bank, except:

- (a) Any Bond canceled or required to be canceled by the Trustee at or before such date;
- (b) Any Bond in lieu of or in substitution for which another Bond shall have been authenticated and delivered under the Master Indenture;
- (c) Any Bond deemed paid as described under the heading herein “Particular Covenants – Provision for Payment of Particular Bonds” except that any such Bond shall be considered Outstanding until its maturity or redemption date only for the purpose of actually being paid and for purposes of Articles III and IV and Section 6.1 in the Master Indenture (or the corresponding provisions of the Related Supplemental Series Indenture, as the case may be); and
- (d) Any Bond owned by the Bond Bank or certain Persons affiliated with Bond Bank not deemed Outstanding for the purpose of consenting to any Supplemental Indenture requiring consent of the Owners.

“Owner” means any person that has or shares the power, directly or indirectly, to make investment decisions concerning the ownership of any Bonds (including any person holding Bonds through nominees, depositories or other intermediaries).

“Paying Agent or Paying Agents” means any paying agent(s) for the Bonds (which may include the Trustee) and any successor or successors as paying agent(s) appointed pursuant to the Master Indenture or the provisions of any Supplemental Series Indenture. Unless otherwise provided in a Supplemental Series Indenture, the Trustee shall be the Paying Agent.

“Payment Date” means a date that is an Interest Payment Date or a Principal Payment Date or both.

“Person” means an individual, a corporation, a partnership, an association, a joint stock company, a trust, any unincorporated organization or a government or political subdivision thereof.

“Principal” means (i) with respect to a Capital Appreciation Bond, the Accreted Value thereof (the difference between the stated amount to be paid at maturity and the Accreted Value being deemed unearned interest) except when used in connection with the authorization and issuance of Bonds and with the order of priority of payments of Bonds after an Event of Default in which case “principal” means the initial public offering price of the Capital Appreciation Bond (the difference between the Accreted Value and the initial public offering price being deemed interest) and (ii) with respect to the principal amount of any Current Interest Bond, the principal amount of such Bond payable in satisfaction of an Amortization Requirement, if applicable, or at maturity.

“Principal and Interest Requirements” for any Payment Date or for any period means the sum of the Principal Requirements and the Interest Requirements for such date or such period, respectively.

“Principal Payment Date” means a February 15 or August 15 upon which the principal amount of any Bond is stated to mature or upon which the principal of any Term Bond is subject to redemption in satisfaction of an Amortization Requirement or such other date or dates as may be provided by the Related Supplemental Series Indenture. Principal payments shall be excluded from the definition of Principal Requirement to the extent that proceeds of any Bonds are held by the Trustee to pay such principal. Unless the Bond Bank shall otherwise provide in a Supplemental Indenture, principal payments on Bond Credit Facilities drawn upon to purchase but not to retire Bonds, to the extent such principal exceeds the principal otherwise payable on such Bonds, shall not be included in the determination of a Principal Requirement.

“Principal Requirement” means for any Principal Payment Date, as applied to all Bonds or a portion thereof, the total of the Principal regularly scheduled to become due on such Principal Payment Date. Principal payments shall be excluded from the definition of Principal Requirement to the extent that proceeds of any Bonds are held by the Trustee to pay such Principal. Unless Bond Bank shall otherwise provide in a Supplemental Indenture, principal payments on Bond Credit Facilities drawn upon to purchase but not to retire Bonds, to the extent such principal exceeds the principal otherwise payable on such Bonds, shall not be included in the determination of a Principal Requirement.

“Prior Indentures” means, collectively, the 2025 F Indenture, the 2025 G-1 Indenture, the 2025 H-1 Indenture, the 2025 I-1 Indenture and the 2026 A Indenture.

“Projected Revenue Certificate” means a report or certificate prepared by a registered municipal advisor or an accountant or firm of accountants, setting forth, as of any particular date, each of the following:

(a) A schedule of estimated amounts of the following types of Revenues to be available in the then-current and each future Bond Year for the payment of the Principal and Interest Requirements of all of the Bonds and the Annual Fees:

(1) Scheduled Qualified Obligation Payments, except on Defaulted Qualified Obligations;

(2) Income receivable from the investment of amounts from time to time held in the Senior Debt Service Reserve Fund and the Subordinate Debt Service Reserve Fund, if reasonably expected or determinable;

(3) Amounts scheduled to be released from the Senior Debt Service Reserve Fund or the Subordinate Debt Service Reserve Fund as a result of the payment at maturity or pursuant to the Amortization Requirements of the Bonds Outstanding and, if applicable, then to be issued; and

(4) Any other amounts identified as Revenues in the Projected Revenue Certificate and in a Supplemental Indenture, if there is filed with the Trustee written confirmation from each Rating Agency that the inclusion thereof will not result in the withdrawal or reduction of its then current rating on any of the Bonds Outstanding.

(b) A schedule of estimated amounts of the following sources to be available in the then-current and each future Bond Year for the payment of the Principal and Interest Requirements of the Senior Bonds:

(1) ORF Revenues;

(2) Amounts, if any, which are or will be on deposit in the Senior Debt Service Reserve Fund;

(3) Amounts, if any, which are or will be on deposit in the Subordinate Debt Service Reserve Fund;

(4) Amounts, if any, which are or will be on deposit in the Operating Reserve Fund; and

(5) Any other revenues or amounts identified in the Projected Revenue Certificate and in a Supplemental Indenture as Senior Bond Revenues or Fund balances available for the payment of the Principal and Interest Requirements of the Senior Bonds, if there is filed with the Trustee written confirmation from each Rating Agency that the inclusion thereof will not result in the withdrawal or reduction of its then-current rating on any of the Senior Bonds Outstanding.

(c) A schedule of the Principal and Interest Requirements scheduled to become due and payable on each Payment Date in the then-current and each future Bond Year with respect to all Bonds Outstanding and, if applicable, then to be issued.

(d) A schedule of the Principal and Interest Requirements scheduled to become due and payable on each Payment Date in the then-current and each future Bond Year with respect to all Senior Bonds Outstanding and, if applicable, then to be issued.

(e) A schedule of the expected Annual Fees to become due and payable in the then-current and each future Bond Year with respect to all Bonds Outstanding and, if applicable, then to be issued.

(f) The percentage obtained by dividing the sum of the estimated Revenues and Senior Bond Revenues set forth in clauses (a)(1)-(4) and in clauses (b) (1) and (5), plus the Fund balances set forth in clause (b)(2), (b)(3) and (b)(4), for each of the then-current and future Bond Years by the scheduled Principal and Interest Requirements set forth in clause (c), plus the Annual Fees set forth in clause (e), for the same Bond Year (“Revenue Coverage”).

(h) The percentage obtained by dividing the sum of the estimated Revenues and Senior Bond Revenues set forth in clauses (a)(1)-(4) and in clauses (b) (1) and (5), plus the Fund balances set forth in clause (b)(2) and (b)(4) for each of the then-current and future Bond Years by the scheduled Principal and Interest Requirements set forth in clause (d) for the same Bond Year (the “Senior Bond Debt Service Coverage”).

In projecting the foregoing, the Bond Bank shall make the following assumptions: (i) Revenues set forth in clause (a) that are scheduled to be retained in the Revenue Fund pursuant to paragraph “SIXTH” of Section 8.2(a) shall be reflected as Revenues only with respect to the Payment Dates on which the Trustee is to be directed to apply such retained amounts; (ii) invested funds shall yield an investment return equal to the actual return at the time of the projection net of any Rebate Amounts to be paid therefrom and shall be invested until such time as they are to be applied to the purpose for which they are accumulated; and (iii) no Qualified Obligations will be purchased or acquired by the Bond Bank after the date of the Projected Revenue Certificate. The Bond Bank shall apply the provisions of

Section 5.4 in preparing a Projected Revenue Certificate if any of the Bonds or Qualified Obligations to be covered thereby are Optional Tender Bonds and/or Variable Rate Bonds.

“Purchase Contract” means the Bond Purchase Contract, dated April [], 2026, between the Bond Bank and the Underwriter, concerning the sale of the Series 2026 A-1 Bonds.

“Purchase Price” means the purchase price established in any Supplemental Series Indenture for Optional Tender Bonds as the purchase price to be paid for such Bonds upon an optional or mandatory tender of all or a portion of such Bonds.

“QE Agreement” means a Qualified Entity Purchase Agreement between the Bond Bank and a Qualified Entity, pursuant to which one or more Qualified Obligations are executed and delivered to the Bond Bank, and the Purchase Agreements executed and delivered to the Bond Bank in connection with the Qualified Obligations.

“Qualified Entity” or “Qualified Entities” means one or more entities defined in Indiana Code § 5-1.5-1-8, as amended from time to time, which have entered into a QE Agreement, including those Qualified Entities set forth in a Supplemental Series Indenture. Appendix A sets for the list of Qualified Entities, including the Series 2026 A Qualified Entities who have previously issued Qualified Obligations that will be released from the lien of the Prior Indentures securing the Refunded Bonds and will immediately be pledged by the Bond Bank, to the Trustee under the Indenture, as security for the payment of the Senior Bonds (including the Series 2026 A-1 Bonds) and the Subordinate Bonds (including the Series 2026 A-2 Bonds).

“Qualified Obligation Interest Payment” means that portion of a Qualified Obligation Payment which represents the interest due or to become due on a Qualified Obligation held by the Trustee pursuant to this Master Indenture.

“Qualified Obligation Payment” means the amounts paid or required to be paid, from time to time, for the principal of and interest on a Qualified Obligation held by the Trustee pursuant to the Indenture.

“Qualified Obligation Principal Payment” means that portion of a Qualified Obligation Payment which represents the principal due or to become due on a Qualified Obligation held by the Trustee pursuant to this Master Indenture.

“Qualified Obligations” means a “security” (as that term is defined in the Act) issued by a Qualified Entity, which (a) has been acquired by the Bond Bank pursuant to the Related QE Agreement and financed with the proceeds of a Series of Bonds and/or other amounts on deposit in the Related Acquisition Fund, and (b) is being pledged and assigned to the Trustee pursuant to this Master Indenture and a Supplemental Series Indenture, a description of which shall be included in such Supplemental Series Indenture. Appendix A sets the list of Qualified Obligations of the Qualified Entities, including the Series 2026 A Qualified Obligations of the 2026 A Qualified Entities that will be released from the lien of the Prior Indentures securing the Refunded Bonds and will immediately be pledged by the Bond Bank, to the Trustee under the Indenture, as security for the payment of the Senior Bonds (including the Series 2026 A-1 Bonds) and the Subordinate Bonds (including the Series 2026 A-2 Bonds).

“Rating Agency” or “Rating Agencies” means Fitch, S&P or Moody’s, according to which of such rating agencies then rates a Bond; and provided that, if none of such rating agencies then rates a Bond, the term “Rating Agency” or “Rating Agencies” shall refer to any national rating agency (if any) that provides such rating.

“Rating Category” means one of the generic rating categories of the applicable Rating Agency, without regard to any refinements or gradations of such generic rating category by numerical or other modifier.

“Rebate Fund” means the Rebate Fund for a Series of Bonds to be established by the Related Supplemental Series Indenture as provided in Section 7.2.

“Record Date” means, with respect to any Interest Payment Date, the last day of the calendar month immediately preceding such Interest Payment Date.

“Refunding Bonds” shall have the meaning set forth in Section 5.3 of the Master Indenture.

“Redemption Price” means, with respect to any Bond, the principal amount thereof, plus the applicable premium, if any, payable upon redemption prior to maturity.

“Refunded Bonds” means, collectively, the Refunded 2025 F Bonds, the Refunded 2025 G-1 Bonds, the Refunded 2025 H-1 Bonds, the Refunded 2025 I-1 Bonds and the Refunded 2026 A Bonds.

“Refunded 2025 F Bonds” means the Indiana Bond Bank Special Program Bonds, Series 2025 F, dated September 4, 2025, such portion outstanding immediately prior to the issuance of the Series 2026 A-1 Bonds in the amount of \$5,630,000, which were issued under and secured by the 2025 F Indenture.

“Refunded 2025 G-1 Bonds” means the Indiana Bond Bank Special Program Bonds, Series 2025 G-1, dated October 1, 2025, outstanding immediately prior to the issuance of the Series 2026 A-1 Bonds in the amount of \$5,233,000, which were issued under and secured by the 2025 G-1 Indenture.

“Refunded 2025 H-1 Bonds” means the Indiana Bond Bank Special Program Bonds, Series 2025 H-1, dated October 30, 2025, outstanding immediately prior to the issuance of the Series 2026 A-1 Bonds in the amount of \$2,700,000, which were issued under and secured by the 2025 H-1 Indenture.

“Refunded 2025 I-1 Bonds” means the Indiana Bond Bank Special Program Bonds, Series 2025 I-1, dated December 16, 2025, outstanding immediately prior to the issuance of the Series 2026 A-1 Bonds in the amount of \$23,830,000, which were issued under and secured by the 2025 I-1 Indenture.

“Refunded 2026 A Bonds” means the Indiana Bond Bank Special Program Bonds, Series 2026 A, dated April 2, 2026, outstanding immediately prior to the issuance of the Series 2026 A-1 Bonds in the amount of \$3,550,000, which were issued under and secured by the 2026 A Indenture.

“Reimbursement Fund” means the Reimbursement Fund Related to a Series of Bonds that may be established by the Related Supplemental Series Indenture.

“Reimbursement Obligations” means any reimbursement or payment obligations of the Bond Bank for which moneys in the Reimbursement Fund are pledged or payable pursuant to the provisions of this Master Indenture or any Supplemental Series Indenture.

“Related,” as the context may require, means (i) when used with respect to any Cost of Issuance Fund, Acquisition Fund, Rebate Fund or Reimbursement Fund, or any Account or subaccount within any such Fund, the Fund, Account or subaccount so designated and established by the Related Supplemental Series Indenture authorizing a particular Series of Bonds, (ii) when used with respect to a Supplemental Series Indenture, the Supplemental Series Indenture authorizing a particular Series of Bonds, (iii) when used with respect to Qualified Obligations, the Qualified Obligations acquired or entered into with respect to a particular Series of Bonds, (iv) when used with respect to a Bond Credit Facility or Reimbursement Obligation, the Bond Credit Facility securing a particular Series of Bonds and the Reimbursement Obligation entered into in connection therewith, and (v) when used with respect to a QE Agreement, the QE Agreement entered into between the Bond Bank and a particular Qualified Entity concerning the Qualified Obligations acquired with respect to a particular Series of Bonds.

“Required Revenue Coverage” means 100% or such higher percentage as may be specified in a Supplemental Series Indenture.

“Required Senior Bond Debt Service Coverage” means, so long as the Series 2026 A-1 Bonds are Outstanding, 125% as specified in the Second Supplemental Series Indenture.

“Reserve Determination Date” means (i) the tenth day after each Interest Payment Date, or, if such day is not a Business Day, on the first Business Day thereafter or (ii) any other date set forth in a Supplemental Series Indenture or an Officer’s Certificate for the valuation of the Senior Debt Service Reserve Fund and/or the Subordinate Debt Service Reserve Fund.

“Revenue Coverage” shall have the meaning assigned to it in the definition of Projected Revenue Certificate.

“Revenue Fund” means the fund by that name created and established pursuant to Section 7.1 of the Master Indenture.

“Revenues” means (i) the Qualified Obligation Payments, (ii) any proceeds of any Series of Bonds originally deposited with the Trustee for the payment of accrued interest thereon, (iii) investment earnings on amounts in the Revenue Fund, the Senior Debt Service Fund, the Senior Debt Service Reserve Fund, the Subordinate Debt Service Fund and the Subordinate Debt Service Reserve Fund, (iv) amounts released from the Senior Debt Service Reserve Fund or the Subordinate Debt Service Reserve Fund as a result of (a) exceeding the Senior DSRF Requirement or the Subordinate DSRF Requirement, respectively, or (b) the payment at maturity, refunding, redemption or defeasance of Bonds, and (v) any or all other revenues that may be identified as Revenues pursuant to a Supplemental Series Indenture; provided, however, that the following shall not be included in Revenues unless specifically authorized to be so included in a Supplemental Series Indenture: (i) Senior Bond Revenues; (ii) any amounts in, or earnings on, a Rebate Fund; and (iii) any payments appropriated and made by the Bond Bank to replenish the Subordinate Debt Service Reserve Fund as described in Section 8.4(c) or (e) or Section 8.6(c) or (e) of the Master Trust Indenture.

“S&P” means Standard & Poor’s Global Ratings Services, a Division of The McGraw-Hill Companies, or any successor thereto.

“Second Supplemental Series Trust Indenture” means the Second Supplemental Series Trust Indenture, dated as of April 1, 2026, between the Bond Bank and the Trustee, as the same may be modified, altered, amended or supplemented from time to time in accordance with the provisions of the Master Indenture.

“Senior Bonds” means any bonds, including the Series 2026 A-1 Bonds, issued by the Bond Bank pursuant to the Master Trust Indenture and identified as “Senior Bonds” in the Related Supplemental Series Indenture. Senior Bonds are secured by a pledge of and lien on (i) the Revenues senior and superior to the pledge of and lien on the Revenues securing the Subordinate Bonds, (ii) the Senior Bond Revenues, (iii) the Senior Debt Service Fund, and (iv) the Senior Debt Service Reserve Fund. Senior Bonds are not secured by the Subordinate Debt Service Reserve Fund.

“Senior Bond Debt Service Coverage” shall have the meaning assigned to it in the definition of Projected Revenue Certificate.

“Senior Bond Revenues” means, collectively, the ORF Revenues and the Rebate Amounts.

“Senior Debt Service Fund” means the fund by that name created by the Indenture.

“Senior Debt Service Reserve Fund” means the fund by that name created and established pursuant to the terms of the Indenture.

“Senior DSRF Credit Facility” means a letter of credit, surety bond or similar credit enhancement facility acquired by the Bond Bank to substitute for cash or investments required to be held in the Senior Debt Service Reserve Fund.

“Senior DSRF Credit Provider” means the Person providing a Senior DSRF Credit Facility.

“Senior DSRF Requirement” means, for so long as any of the Series 2026A-1 Bonds remain Outstanding, the lesser of (i) \$700,000 or (ii) the Minimum Senior DSRF Requirement.

“Serial Bonds” means the Bonds of a Series that are stated to mature in semiannual or annual installments and that are so designated in the Related Supplemental Series Indenture.

“Series” means all of the Bonds of a particular series authenticated and delivered pursuant to the Master Indenture and the Related Supplemental Series Indenture and identified as such pursuant to such Supplemental Series Indenture, and any Bonds of such Series thereafter authenticated and delivered in lieu of or in substitution for such Bonds pursuant to the Master Indenture and such Supplemental Series Indenture, regardless of variations in lien status, maturity, interest rate, sinking fund installments or other provisions. A Series may be a combination of Senior Bonds and Subordinate Bonds or consist entirely of Senior Bonds or Subordinate Bonds, all as shall be specified in the Related Supplemental Series Indenture.

“Series 2026 A Qualified Entity” or “Series 2026 A Qualified Entities” means one or more Qualified Entities which have previously issued the 2026 A Qualified Obligations that will be released from the lien of the Prior Indentures securing the Refunded Bonds and will immediately be pledged by the Bond Bank, to the Trustee under the Indenture as security for the payment of the Senior Bonds (including the Series 2026 A-1 Bonds) and the Subordinate Bonds (including the Series 2026 A-2 Bonds).

“Series 2026 A Qualified Obligations” means the Qualified Obligations of the Series 2026 A Qualified Entities that will be released from the lien of the Prior Indentures securing the Refunded Bonds and will immediately be pledged by the Bond Bank, to the Trustee under the Indenture as security for the payment of the Senior Bonds (including the Series 2026 A-1 Bonds) and the Subordinate Bonds (including the Series 2026 A-2 Bonds).

“Series 2026A Cost of Issuance Fund” means the fund by that name created pursuant to Section 7.2 of the Master Indenture and Section 4.1 of the Second Supplemental Series Indenture.

“Series 2026A Escrow Fund” means the fund by that name created pursuant to Section 7.2 of the Master Indenture and Section 4.1 of the Second Supplemental Series Indenture.

“Series 2026A Rebate Fund” means the fund by that name created pursuant to Section 7.2 of the Master Indenture and Section 4.1 of the Second Supplemental Series Indenture.

“Series 2026 A-1 Bonds” means the Indiana Bond Bank Community Funding Resource Program Bonds (Pooled Financing Program), Series 2026 A-1 (Senior Lien), issued pursuant to the Indenture.

“State” means the State of Indiana.

“Subordinate Debt Service Fund” means the fund by that name created by the Indenture.

“Subordinate Debt Service Reserve Fund” means the fund by that name created by the Indenture.

“Senior DSRF Credit Facility” means a letter of credit, surety bond or similar credit enhancement facility acquired by the Bond Bank to substitute for cash or investments required to be held in the Senior Debt Service Reserve Fund.

“Senior DSRF Credit Provider” means the Person providing a Senior DSRF Credit Facility.

“Subordinate Bonds” means any bonds, including the Series 2026 A-2 Bonds, issued by the Bond Bank pursuant to the Master Trust Indenture and identified as “Subordinate Bonds” in the Related Supplemental Series Indenture. Subordinate Bonds are secured by a pledge of and lien on the Revenues junior and subordinate to the pledge and lien securing the Senior Bonds. Subordinate Bonds are secured by the Subordinate Debt Service Reserve Fund.

“Subordinate DSRF Credit Facility” means a letter of credit, surety bond or similar credit enhancement facility acquired by the Bond Bank to substitute for cash or investments required to be held in the Subordinate Debt Service Reserve Fund.

“Subordinate DSRF Credit Provider” means the Person providing a Subordinate DSRF Credit Facility.

“Subordinate DSRF Requirement” means \$0 or such larger amount as may be specified in a Supplemental Series Indenture. Upon the issuance of the Series 2026 A-2 Bonds, the Subordinate DSRF Requirement will be \$0.

“Supplemental Indenture” means any indenture supplementary to or amendatory of the Master Indenture or any Supplemental Indenture or Supplemental Series Indenture now or hereafter duly executed and delivered in accordance with the provisions of the Master Indenture, including a Supplemental Series Indenture.

“Supplemental Series Indenture” means a Supplemental Indenture providing for the issuance of a Series of Bonds, as such Supplemental Series Indenture may be modified, altered, amended and supplemented by a Supplemental Indenture in accordance with the provisions of the Master Indenture.

“Tax Certificate” means, with respect to any Series of Bonds, the Tax and Arbitrage Certificate, dated the date of the issuance of the Related Series of Bonds, executed and delivered by the Bond Bank with respect to certain tax matters relating such the Related Series of Bonds.

“Term Bonds” means all or some of the Bonds of a Series, other than Serial Bonds, that shall be stated to mature on one or more dates and that are so designated in the Related Supplemental Series Indenture.

“Trustee” means BOKF, NA, or any successor thereto hereunder.

“Trust Estate” means the property, rights and amounts pledged and assigned to the Trustee pursuant to the granting clauses of Article II of the Master Indenture.

“Underwriter” means, with regard to the Series 2026 A-1 Bonds, Stifel, Nicolaus & Company, Incorporated.

“Variable Rate Bonds” means any Bonds the interest rate on which is not established, at the time such Bonds are issued, at a single numerical rate for the entire term of the Bonds.

“2025 F Indenture” means the Trust Indenture, dated as of September 1, 2025, between the Bond Bank and BOKF, N.A., as trustee thereunder.

“2025 G-1 Indenture” means the Trust Indenture, dated as of October 1, 2025, between the Bond Bank and BOKF, N.A., as trustee thereunder.

“2025 H-1 Indenture” means the Trust Indenture, dated as of October 1, 2025, between the Bond Bank and BOKF, N.A., as trustee thereunder.

“2025 I-1 Indenture” means the Trust Indenture, dated as of December 1, 2025, between the Bond Bank and BOKF, N.A., as trustee thereunder.

“2026 A Indenture” means the Trust Indenture, dated as of April 1, 2026, between the Bond Bank and BOKF, N.A., as trustee thereunder.

APPENDIX E
FINANCIAL STATEMENTS OF THE BOND BANK

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**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT WITH
SUPPLEMENTARY INFORMATION AND OTHER REPORT

June 30, 2025 and 2024



Katz, Sapper & Miller, LLP
Certified Public Accountants

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

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Independent Auditor's Report

Board of Directors
Indiana Bond Bank

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of Indiana Bond Bank, a component unit of the State of Indiana, as of and for the years ended June 30, 2025 and 2024, and the related notes to the financial statements, which collectively comprise Indiana Bond Bank's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Indiana Bond Bank as of June 30, 2025 and 2024, and the changes in its financial position and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Indiana Bond Bank and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Indiana Bond Bank's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Indiana Bond Bank's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Indiana Bond Bank's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedule of the Bond Bank's proportionate share of the net pension liability and schedule of the Bond Bank's contributions and related notes be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Indiana Bond Bank's basic financial statements. The accompanying supplemental schedules of the Bond Bank's conduit bonds and notes payable are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental schedules of the Bond Bank's conduit bonds and notes payable are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 10, 2025, on our consideration of Indiana Bond Bank's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Indiana Bond Bank's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Indiana Bond Bank's internal control over financial reporting and compliance.

Katz, Sapper & Miller, LLP

Indianapolis, Indiana
September 10, 2025

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MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

June 30, 2025 and 2024

This section of the Indiana Bond Bank's (the Bond Bank) annual financial report presents our discussion and analysis of the Bond Bank's financial performance during the fiscal years ended June 30, 2025 and 2024. Please read it in conjunction with the Bond Bank's financial statements and accompanying notes.

FINANCIAL HIGHLIGHTS

- During the year ended June 30, 2025, the Bond Bank adopted Governmental Accounting Standard Board Statement (GASB) No. 101 – *Compensated Absences*. This statement updates the recognition and measurement guidance for compensated absences and requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means. See Note 1.
- Bonds and notes payable issued as conduit debt during the year ended June 30, 2025, totaled \$352,136,000, including \$76,469,000 of Advance Funding Program Notes.
- Bonds and notes payable issued as conduit debt during the year ended June 30, 2024, totaled \$243,560,000, including \$93,817,000 of Advance Funding Program Notes.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual financial report consists of three parts: Management's Discussion and Analysis (this section), the basic financial statements and notes, and required and other supplementary information. The Bond Bank follows enterprise fund reporting; accordingly, the financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Enterprise fund statements offer short- and long-term financial information about the activities and operations of the Bond Bank. These statements are presented in a manner similar to a private business.

The Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position provide information about the Bond Bank's financial status and the change in financial status. The Statement of Net Position includes all of the Bond Bank's assets, liabilities, deferred inflows, deferred outflows and net position. Assets and liabilities are classified as either current or noncurrent. The Statement of Revenues, Expenses and Changes in Net Position reports all of the revenues and expenses during the time period. The Statement of Cash Flows reports the cash provided and used by operating activities as well as other cash sources and uses. The financial statements also include notes that explain and support the information in the statements and are followed by a section of supplementary information that further details the conduit bonds and notes payable by program type.

INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

June 30, 2025 and 2024

FINANCIAL ANALYSIS OF THE BOND BANK

The following table is a condensed summary of financial information as of and for the years ended June 30, 2025, 2024, and 2023.

	<u>2025</u>	<u>Restated 2024</u>	<u>2023</u>
Net Position			
Current assets	\$ 8,015,000	\$ 9,076,000	\$ 7,904,000
Noncurrent assets	8,299,000	6,399,000	7,214,000
Total Assets	<u>16,314,000</u>	<u>15,475,000</u>	<u>15,118,000</u>
Deferred Outflows of Resources	<u>131,000</u>	<u>142,000</u>	<u>118,000</u>
Current liabilities	178,000	173,000	96,000
Noncurrent liabilities	281,000	328,000	365,000
Total Liabilities	<u>459,000</u>	<u>501,000</u>	<u>461,000</u>
Deferred Inflows of Resources	<u>3,000</u>	<u>1,000</u>	<u>10,000</u>
Unrestricted	<u>15,983,000</u>	<u>15,115,000</u>	<u>14,765,000</u>
Total Net Position	<u>\$ 15,983,000</u>	<u>\$ 15,115,000</u>	<u>\$ 14,765,000</u>
Revenues, Expenses and Changes in Net Position			
Operating Revenues:			
Acceptance and administration fees	\$ 1,374,000	\$ 1,077,000	\$ 839,000
Total Operating Revenues	<u>1,374,000</u>	<u>1,077,000</u>	<u>839,000</u>
Operating Expenses:			
Program subsidiary	32,000	80,000	74,000
General and administrative	1,125,000	1,115,000	999,000
Total Operating Expenses	<u>1,157,000</u>	<u>1,195,000</u>	<u>1,073,000</u>
Operating Income (Loss)	217,000	(118,000)	(234,000)
Nonoperating Revenue			
Interest income on investments	<u>651,000</u>	<u>522,000</u>	<u>253,000</u>
Change in Net Position	868,000	404,000	19,000
Net Position - Beginning of Year	15,115,000	14,765,000	14,746,000
Adoption of GASB Statement No. 101, <i>Compensated Absences</i>	<u>-</u>	<u>(54,000)</u>	<u>-</u>
Net Position - End of Year	<u>\$ 15,983,000</u>	<u>\$ 15,115,000</u>	<u>\$ 14,765,000</u>

INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

June 30, 2025 and 2024

Statement of Net Position - June 30, 2025

Total assets and deferred outflows of resources, and total liabilities, deferred inflows of resources, and net position increased by approximately \$868,000 in fiscal year 2025. Cash and investments increased \$912,000 due to an increase in interest income related to higher interest rates from better market performance and from an increase in acceptance and administration fees. Right to use leased asset decreased \$74,000 due to amortization of leases. In addition, the net pension liability increased \$30,000 and lease liability decreased \$78,000.

Statement of Net Position - June 30, 2024

Total assets and deferred outflows of resources, and total liabilities, deferred inflows of resources, and net position increased by approximately \$404,000 in fiscal year 2024. Cash and investments increased \$610,000 and qualified entities programs loans receivable decreased \$180,000 due to increase in interest income related to higher interest rates from better market performance and collection of qualified entities programs loans receivable in fiscal year 2024. Right to use leased asset decreased \$74,000 due to amortization of leases. In addition, the net pension liability increased \$42,000 and lease liability decreased \$74,000.

Operating Revenues and Expenses

Operating revenues consist of acceptance and administration fees. Fees received increased approximately \$297,000 from 2024 to 2025 and increased \$238,000 from 2023 to 2024. The increases in fees in both years was due to an increase in fees from Community Funding Resource Program related to increases in issuances in each fiscal year.

Operating expenses include program subsidy, which is the amount the Bond Bank contributes to its programs, and general and administrative expenses. General and administrative includes expenses such as professional fees, payroll and payroll related expenses. Program subsidy decreased \$48,000 from 2024 to 2025 due to less program subsidy related to the programs offered by the Bond Bank. Program subsidy increased \$6,000 from 2023 to 2024, which is consistent between years. General and administrative expenses increased \$10,000 from 2024 to 2025 and \$62,000 from 2023 to 2024 due to increase in Bond Bank program activity.

CONDUIT DEBT ADMINISTRATION

Below is a listing of the amount of conduit debt issued by program for the fiscal years ended June 30, 2025, 2024, and 2023:

<u>Programs</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>
Advance Funding Program	\$ 76,469,000	\$ 93,817,000	\$ 68,788,000
Interim Loan Program	130,367,000	64,550,000	42,357,000
Community Funding Resource	145,300,000	85,193,000	41,710,000

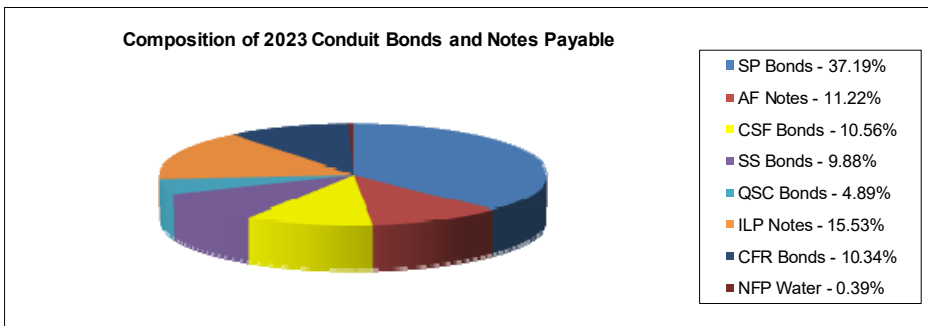
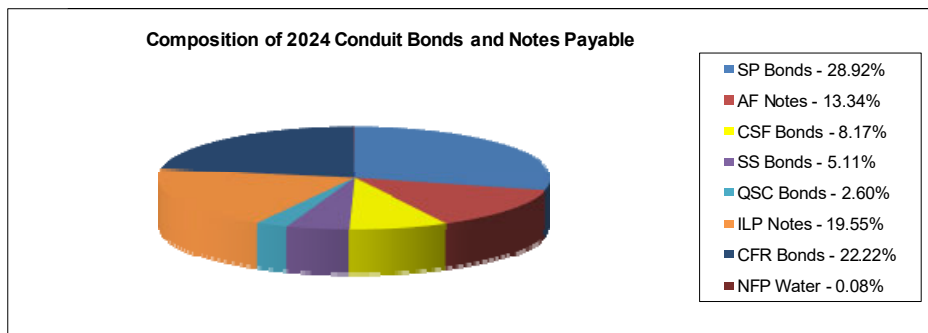
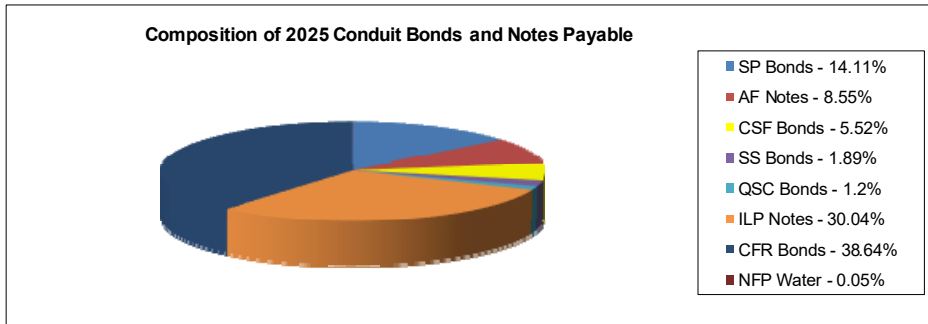
On the following pages are three graphs depicting the composition of conduit bonds and notes payable. The first graph details the composition of conduit bonds and notes payable by program as of June 30, 2025, the second graph shows as of June 30, 2024, and the third graph shows as of June 30, 2023. The composition by program has changed due to the combination of new bonds issued and maturation of old bonds during each of the years.

The Bond Bank's bond and note issues are rated A+ to AAA by the national rating agencies. The ratings are based on the financing program structure.

INDIANA BOND BANK
 (A COMPONENT UNIT OF THE STATE OF INDIANA)
 MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

June 30, 2025 and 2024

Additional information on the Bond Bank's conduit debt can be found in Note 4 to the financial statements.



INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

June 30, 2025 and 2024

REQUESTS OF INFORMATION

The financial report is designed to provide a general overview of the Bond Bank's finances for all those with an interest in the Bond Bank's finances. Questions concerning any of the information should be addressed to the Indiana Bond Bank, 10 West Market Street, Suite 2410, Indianapolis, Indiana 46204.

FINANCIAL STATEMENTS

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**STATEMENTS OF NET POSITION
June 30, 2025 and 2024**

	2025	Restated 2024
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,216,688	\$ 3,086,778
Investments - short-term	6,797,249	5,988,359
Accrued interest receivable	963	963
Total Current Assets	<u>8,014,900</u>	<u>9,076,100</u>
Noncurrent assets:		
Investments - long-term	8,219,953	6,246,524
Right to use leased assets, net of amortization	79,004	152,526
Total Noncurrent Assets	<u>8,298,957</u>	<u>6,399,050</u>
Total Assets	<u>16,313,857</u>	<u>15,475,150</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension	<u>131,674</u>	<u>141,950</u>
Total Deferred Outflows of Resources	<u>131,674</u>	<u>141,950</u>
LIABILITIES		
Current liabilities:		
Accounts payable and accrued liabilities	101,345	94,735
Current portion of lease liabilities	76,502	78,333
Total Current Liabilities	<u>177,847</u>	<u>173,068</u>
Noncurrent liabilities:		
Lease liabilities, net of current portion	-	76,502
Net pension liability	281,363	251,642
Total Noncurrent Liabilities	<u>281,363</u>	<u>328,144</u>
Total Liabilities	<u>459,210</u>	<u>501,212</u>
DEFERRED INFLOWS OF RESOURCES		
Pension	<u>2,947</u>	<u>521</u>
Total Deferred Inflows of Resources	<u>2,947</u>	<u>521</u>
NET POSITION		
Unrestricted	<u>15,983,374</u>	<u>15,115,367</u>
Total Net Position	<u>\$ 15,983,374</u>	<u>\$ 15,115,367</u>

See accompanying notes to financial statements.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
Years Ended June 30, 2025 and 2024**

	2025	Restated 2024
OPERATING REVENUES		
Acceptance and administration fees	<u>\$ 1,373,992</u>	<u>\$ 1,076,570</u>
Total Operating Revenues	<u>1,373,992</u>	<u>1,076,570</u>
OPERATING EXPENSES		
Program subsidy	32,006	79,914
General and administrative	<u>1,125,270</u>	<u>1,115,421</u>
Total Operating Expenses	<u>1,157,276</u>	<u>1,195,335</u>
Operating Income (Loss)	216,716	(118,765)
NONOPERATING REVENUE		
Interest income on investments	<u>651,291</u>	<u>523,082</u>
CHANGE IN NET POSITION	868,007	404,317
NET POSITION		
Beginning of Year	15,115,367	14,765,101
Adoption of GASB Statement No. 101, <i>Compensated Absences</i>	<u>-</u>	<u>(54,051)</u>
End of Year	<u><u>\$ 15,983,374</u></u>	<u><u>\$ 15,115,367</u></u>

See accompanying notes to financial statements.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**STATEMENTS OF CASH FLOWS
Years Ended June 30, 2025 and 2024**

	2025	Restated 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from acceptance and administrative fees	\$ 1,373,992	\$ 1,076,570
Cash payments for program subsidiary	(32,006)	(79,914)
Cash payments to suppliers and employees	<u>(1,002,715)</u>	<u>(1,015,456)</u>
Net Cash Provided (Used) by Operating Activities	<u>339,271</u>	<u>(18,800)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Payment of lease liabilities	<u>(78,333)</u>	<u>(73,987)</u>
Net Cash Used in Capital and Related Financing Activities	<u>(78,333)</u>	<u>(73,987)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments	(13,313,811)	(10,855,132)
Interest received on investments	651,291	523,082
Maturities of investments	10,531,492	12,412,689
Maturities of qualified entities programs loans receivable	-	180,000
Net Cash Provided (Used) by Investing Activities	<u>(2,131,028)</u>	<u>2,260,639</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,870,090)	2,167,852
CASH AND CASH EQUIVALENTS		
Beginning of Year	<u>3,086,778</u>	<u>918,926</u>
End of Year	<u><u>\$ 1,216,688</u></u>	<u><u>\$ 3,086,778</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
Operating income (loss)	\$ 216,716	\$ (118,765)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Changes in certain assets and liabilities:		
Pension	42,423	8,238
Amortization of right to use leased assets	73,522	73,520
Accounts payable and accrued liabilities	<u>6,610</u>	<u>18,207</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$ 339,271</u></u>	<u><u>\$ (18,800)</u></u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Interest paid during the year	\$ 3,780	6,187

See accompanying notes to financial statements.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(1) Summary of Significant Accounting Policies

Organization

Indiana Bond Bank (the Bond Bank), a component unit of the State of Indiana (the State), was created by Senate Enrolled Act No. 97 (as amended) (the Bond Bank Act) of the Indiana General Assembly on July 1, 1984. The Bond Bank is an instrumentality of the State but is not a State agency and has no taxing power. It has separate corporate and sovereign capacity and its Board of Directors is composed of the Treasurer of the State (who serves as Chairman of the Board, ex officio), the Director of Public Finance (who serves as director, ex officio) and five directors appointed by the Governor of the State. The Bond Bank has no oversight authority over any other entity.

The Bond Bank is authorized to buy and sell securities (see Note 5 for certain statutory limitations) for the purpose of providing funds to Indiana qualified entities, as defined under the Bond Bank Act. Accordingly, the Bond Bank enables qualified entities to issue debt at a lower cost of borrowing and on more favorable terms than would be possible by financing on their own. Certain financing agreements specify that any residual cash remaining at maturity or refinancing of a series is the property of the Bond Bank.

To achieve its purpose, the Bond Bank operates the following programs which are all considered conduit debt of the Bond Bank under Governmental Accounting Standards Board Statement No. 91 – *Conduit Debt Obligations*:

Special Program - Bonds issued to assist qualified entities with various long-term financing needs, primarily expansion of water and sewer systems.

Advance Funding Program - Notes issued to provide qualified entities with short-term cash flow financing during the periods of time prior to the semi-annual receipt of property taxes.

Common School Fund Program - Bonds issued to purchase outstanding advancements made from the State's constitutionally established Common School Fund to finance technology or construction costs. The proceeds replenish the Fund's balance, allowing the Indiana Department of Education to provide additional financial assistance for Indiana school corporations.

School Severance Program - Bonds issued to assist qualified entities with financing for contractual retirement or severance liabilities.

Year End Warrant Assistance Program - Notes issued to assist Indiana political subdivisions with financing for continued cash flow deficits at year end. These notes were issued to fund outstanding amounts from the Advance Funding and Midyear Programs.

Hoosier Equipment Lease Purchase Program - The HELP Program offers low-cost lease purchase financing to qualified entities for essential equipment. The leases and related obligations are not reflected on the Bond Bank's financial statements as they are assigned to a bank at closing.

Prepaid Gas Funding Program - Bonds issued to allow qualified entities a mechanism for financing the prepayment of supplies of natural gas to be delivered over time.

Fuel Budgeting Program - Program to offer municipalities a means to reduce price volatility in gasoline and diesel fuel through use of commodity hedges.

Qualified School Construction Program - Tax credit bonds that enable schools to borrow funds at a zero percent (0%) interest rate for construction projects.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(1) Summary of Significant Accounting Policies (Continued)

Interim Loan Program - These notes are issued in anticipation of long-term funding provided by the United States Department of Agriculture-Rural Development (USDA-RD), the Indiana State Revolving Fund (SRF), or through open market financing. The notes assist in construction and project financing prior to permanent financing. Maturities for these issuances are typically two years or less.

Community Funding Resource - Provides local governmental units with an alternative financing tool for infrastructure and other related projects.

Not-For-Profit Water Program - Program is designed to issue bonds on behalf of not-for-profit water utilities.

Basis of Presentation

The financial statements of the Bond Bank have been prepared on the accrual basis of accounting and using the economic resources management focus. Accordingly, the Bond Bank recognizes revenue in the period earned and expenses in the period incurred. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing accounting and financial reporting principles.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and assumptions that affect the amount of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates.

Federal Income Taxes

The Bond Bank is exempt from federal income taxes under Internal Revenue Code Section 115.

Cash and Cash Equivalents

The Bond Bank considers all investments in commercial paper, certificates of deposit, repurchase agreements, passbook savings, money market deposits, and money market funds with original maturities of three months or less to be cash equivalents.

Investments

Investments are recorded at fair value, based on quoted market prices of the investment or similar investments. See Note 3 for discussion of fair value measurements. For investments at June 30, 2025 and 2024, fair value approximates cost. Changes in the fair value of investments are included in the statement of revenues, expenses and changes in net position. The calculation of realized gains or losses is independent of the calculation of the net change in the fair value of investments. Realized gains and losses on investments that had been held in more than one fiscal year and sold in the current year were included as a change in the fair value of investments reported in prior year(s) and the current year.

Retirement Plan

The employees of the Bond Bank participate in the Indiana Public Retirement System (INPRS). See Note 6.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(1) Summary of Significant Accounting Policies (Continued)

Leases

The Bond Bank determines if an arrangement is a lease at inception. The Bond Bank recognizes a lease asset for its right to use the underlying leased asset and a lease liability for the corresponding obligation to make lease payments. Right-of-use assets and lease liabilities are recognized at the commencement date based on the present value of lease payments over the lease term. The present value is calculated using the rate implicit in the lease. If the rate is not readily determinable from the lease, the Bond Bank uses the incremental borrowing rate. The Bond Bank does not recognize an asset and liability for leases with a term of 12 months or less.

Deferred Outflows of Resources

The Bond Bank reports net position that relate to future periods as deferred outflows of resources in a separate section of its statement of net position. Deferred outflows of resources reported at June 30, 2025 and 2024, includes amounts related to the defined benefit pension plan. The amounts related to the pension plan are being amortized into pension expense over the average expected remaining service lives, except for the difference between expected and actual investment earnings, which is being amortized over five years.

Deferred Inflows of Resources

The Bond Bank's statement of net position reports a separate section for deferred inflows of resources, which reflects an increase in net position that applies to future periods. Deferred inflows of resources reported at June 30, 2025 and 2024, related to the defined benefit pension plan. These amounts are being amortized into pension expense over the average expected remaining service lines, except for the difference between expected and actual investment earnings, which is being amortized over five years.

Net Position

The Bond Bank's resources are classified for accounting and financial reporting purposes as unrestricted, which represents net position available for the use of the Bond Bank. The Board of Directors has established a board reserve fund of \$12,500,000 for future program development. Any expenditures or reclassification from the reserve fund are subject to approval by the Board of Directors.

Operating and Nonoperating Revenues

Revenues are classified as either operating or nonoperating. Operating revenues consist of acceptance and administration fees paid by qualified entities to the Bond Bank's operating program. Interest income on investments is considered nonoperating.

Adoption of New Accounting Pronouncements

For the year ended June 30, 2025, the Bond Bank adopted GASB Statement No. 101, *Compensated Absences*. This statement updates the recognition and measurement guidance for compensated absences and requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means. This Statement was implemented retroactively and resulted in a decrease of net position of \$54,051 and \$76,277 as of June 30, 2024 and 2023, respectively. The Bond Bank recognized a compensated absence liability of \$82,382 and \$76,277 for the years ended June 30, 2025 and 2024, respectively.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(1) Summary of Significant Accounting Policies (Continued)

Subsequent Events

The Bond Bank has evaluated the financial statements for subsequent events occurring through September 10, 2025, the date of which the financial statements were available to be issued. See Note 8.

(2) Deposits and Investments

The Bond Bank Act permits funds to be invested as provided by resolutions of the Board of Directors or trust indentures executed by the Bond Bank. In addition to authorizing investments in qualified entities, these resolutions and trust indentures have authorized the Bond Bank to invest in obligations of the U.S. Treasury, U.S. agencies and secured and unsecured investment agreements. The Bond Bank has also been authorized to invest in commercial paper, certificates of deposit, repurchase agreements, passbook savings and money market deposit accounts.

The Bond Bank's deposits and investments at June 30, 2025 and 2024 are summarized as follows:

	2025	
	<u>Cost</u>	<u>Fair Value</u>
Money market funds	\$ 1,190,231	\$ 1,190,231
U.S. government agency obligations	15,017,202	15,017,202
Cash	<u>26,457</u>	<u>26,457</u>
Total Deposits and Investments	<u>\$ 16,233,890</u>	<u>\$ 16,233,890</u>
	2024	
	<u>Cost</u>	<u>Fair Value</u>
Money market funds	\$ 3,044,893	\$ 3,044,893
U.S. government agency obligations	12,234,883	12,234,883
Cash	<u>41,885</u>	<u>41,885</u>
Total Deposits and Investments	<u>\$ 15,321,661</u>	<u>\$ 15,321,661</u>

Deposits with Financial Institutions

Custodial risk is the risk that in the event of bank failure, the Bond Bank's deposits may not be returned to it. The Bond Bank's cash is insured by the Federal Deposit Insurance Corporation (FDIC). From time to time, certain cash balances maintained by the Bond Bank exceed federally insured limits. As of June 30, 2025 and 2024, the Bond Bank had no cash balances with custodial risk.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(2) Deposits and Investments (Continued)

As of June 30, 2025 and 2024, the Bond Bank had investments with maturities as follows:

<u>2025</u>		Investment Maturities (in Years)				
<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More Than 10</u>	
Money market funds	\$ 1,190,231	\$ 1,190,231	\$ -	\$ -	\$ -	
Government obligations	15,017,202	6,797,249	8,219,953	-	-	
Totals	<u>\$ 16,207,433</u>	<u>\$ 7,987,480</u>	<u>\$ 8,219,953</u>	<u>\$ -</u>	<u>\$ -</u>	

<u>2024</u>		Investment Maturities (in Years)				
<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More Than 10</u>	
Money market funds	\$ 3,044,893	\$ 3,044,893	\$ -	\$ -	\$ -	
Government obligations	12,234,883	5,988,359	6,246,524	-	-	
Totals	<u>\$ 15,279,776</u>	<u>\$ 9,033,252</u>	<u>\$ 6,246,524</u>	<u>\$ -</u>	<u>\$ -</u>	

Custodial Credit Risk of Investments

Custodial credit risk is the risk that the Bond Bank will not be able to recover the value of its deposits, investments or collateral securities that are in the possession of an outside party if the counterparty fails. Investment securities are exposed to risk if the securities are uninsured, are not registered in the name of the Bond Bank, and are held by either the counterparty or the counterparty's trust department or agent but not the Bond Bank's name. The Bond Bank has no custodial risk on investments.

Credit Risk Disclosure

The following table provides information on the credit ratings associated with the Bond Bank's cash equivalents and investments as of June 30, 2025 and 2024:

<u>2025</u>					
<u>Credit Ratings</u>		<u>S & P</u>	<u>Fitch</u>	<u>Moody's</u>	<u>Fair Value</u>
Money market funds		AAA	AAA	Aaa	\$ 1,190,231
Government obligations		AAA	AA+	Aaa	<u>15,017,202</u>
Total Rated Investments					<u>\$ 16,207,433</u>

<u>2024</u>					
<u>Credit Ratings</u>		<u>S & P</u>	<u>Fitch</u>	<u>Moody's</u>	<u>Fair Value</u>
Money market funds		AAA	AAA	Aaa	\$ 3,044,893
Government obligations		AAA	AA+	Aaa	<u>12,234,883</u>
Total Rated Investments					<u>\$ 15,279,776</u>

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(2) Deposits and Investments (Continued)

Concentration of Credit Risk

There are no limits on the amount that may be invested in any one issuer. As of June 30, 2025, the Bond Bank had 93% of its total investments with U.S. Bank.

(3) Fair Value Measurement

The Bond Bank has categorized its assets and liabilities that are measured at fair value into a three-level fair value hierarchy. The hierarchy prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The three levels of the fair value hierarchy are described as follows:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Bond Bank has the ability to access.

Level 2 – Inputs to the valuation methodology may include: quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; and/or inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement. In situations where there is little or no market activity for the asset or liability, the Bond Bank makes estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

Following is a description of the valuation methodologies used by the Bond Bank for assets and liabilities that are measured at fair value on a recurring basis. There have been no changes in the methodologies used at June 30, 2025 and 2024.

Money Market Funds: Valued at the daily closing price as reported by the funds. These funds are required to publish their daily net asset value (NAV) and to transact at that price. These funds are deemed to be actively traded.

U.S. Government Agency Obligations: Valued using pricing models maximizing the use of observable inputs for similar securities.

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Bond Bank's management believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of these assets could result in a different fair value measurement at the reporting date.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(3) Fair Value Measurement (Continued)

Following is a summary, by major nature and risks class within each level of the fair value hierarchy, of the Bond Bank's assets that are measured at fair value on a recurring basis as of June 30, 2025 and 2024:

2025	Level 1	Level 2	Level 3	Total
Assets:				
Money market funds	\$1,190,231			\$ 1,190,231
U.S. government agency obligations	<u> </u>	<u>\$15,017,202</u>		<u>15,017,202</u>
Investments at Fair Value	<u>\$1,190,231</u>	<u>\$15,017,202</u>		<u>\$16,207,433</u>
2024				
Assets:				
Money market funds	\$3,044,893			\$ 3,044,893
U.S. government agency obligations	<u> </u>	<u>\$12,234,883</u>		<u>12,234,883</u>
Investments at Fair Value	<u>\$3,044,893</u>	<u>\$12,234,883</u>		<u>\$15,279,776</u>

(4) Conduit Debt

The Bond Bank has issued bonds that meet the definition of a conduit debt obligation. These bonds are issued through programs that the Bond Bank facilitates described in Note 1 of the financial statements. The bonds provide entities with access to capital for use in various projects. The underlying bonds are funded by many sources, including property tax revenues and user fees. The individual bond issues are designed to be independent with the Bond Bank acting as the issuer and the obligation of repayment being on the underlying entities.

This debt does not constitute a general or moral obligation of the Bond Bank. The Bond Bank is not obligated in any manner for repayment of the bonds. For these reasons, the Bond Bank has not recorded these debt issues and the related obligations in the accompanying financial statements, which also includes eliminating related deferred outflows (accumulated decrease in fair value of interest rate swaps and deferred refunding costs), qualified obligations receivables, and derivative instrument liability. However, there is a portion of debt that constitutes a moral obligation of the State of Indiana. See Note 5 for further detail.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(4) Conduit Debt (Continued)

The outstanding principal of conduit debt by program as of June 30, 2025 and 2024 is as follows:

	<u>2025</u>	<u>2024</u>
Special Program	\$ 89,928,230	\$ 141,941,733
Advance Funding Program	54,475,000	65,485,000
Common School Fund Program	35,180,000	40,120,000
School Severance Program	12,045,000	25,070,000
Qualified School Construction Program	7,680,000	12,787,000
Interim Loan Program	191,468,118	95,991,211
Community Funding Resource	246,304,077	109,094,066
Not-For-Profit Water Program	304,000	399,000
	<u>\$ 637,384,425</u>	<u>\$ 490,888,010</u>
Totals		

The bonds and notes payable listed above were issued under respective indentures of trust. Each indenture requires the maintenance of various trust accounts, and several of the bonds and notes payable require debt service reserve accounts.

Additionally, the Bond Bank was required under the trust indentures of certain series of bonds and notes payable to enter into line of credit arrangements with banks in order to secure the indebtedness. These line of credit arrangements are renewable each year.

The amounts eligible to be drawn under these arrangements at June 30, 2025 and 2024 were as follows:

<u>Series</u>	<u>2025 Eligible Amount</u>	<u>2024 Eligible Amount</u>
Special Program Bonds, Series 2007 A Refunding	\$ -	\$ 3,920,650
Special Program Bonds, Series 2011 A Refunding	-	3,008,950
Special Program Bonds, Series 2012 C Refunding	-	2,294,750
Special Program Refunding Bonds, Series 2019 A-1 and Series 2019 A-2	1,612,425	1,612,425
Special Program Bonds, Series 2021 A Refunding	2,705,650	2,705,650

In the event of a draw on either a letter or line of credit facility, each borrowing will bear an interest rate based upon a series of optional rates as specified in the particular agreement. No draws were made against any debt service reserve account, letter, or line of credit facility during the years ended June 30, 2025 or 2024.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(5) Moral Obligation

The Bond Bank is restricted by statute (IC 5-1.5-4-1(c)) to limit its total outstanding moral obligation debt to \$1,000,000,000. A reconciliation of moral obligation debt outstanding to the statutory debt limit is as follows:

	2025	2024
Statutory debt limit	\$ 1,000,000,000	\$ 1,000,000,000
Debt outstanding for statutory debt limit purposes at June 30		
Special Programs		
2007 A Refunding	-	19,715,000
2011 A Refunding	-	1,465,000
2012 C Refunding	-	2,210,000
2015 A Refunding	3,425,756	5,167,401
2015 B Refunding	750,000	1,480,000
2019 A-1 Refunding	5,840,000	7,135,000
2019 A-2 Refunding	-	40,000
2021 A Refunding	17,100,000	19,065,000
	27,115,756	56,277,401
Total debt outstanding for statutory debt limit purposes at June 30	27,115,756	56,277,401
Available remaining debt limit for statutory purposes	\$ 972,884,244	\$ 943,722,599

(6) Employee Benefits

Plan Description

The Bond Bank is a participating employer of the Public Employees' Hybrid plan (PERF Hybrid), and its employees are participating members. PERF Hybrid is part of the Public Employees' Retirement Fund (PERF) and consists of two components: the Public Employees' Defined Benefit Account (PERF DB), the monthly employer-funded defined benefit component, and the Public Employees' Hybrid Members Defined Contribution Account (PERF DC), a member-funded account.

PERF Hybrid is administered by the Indiana Public Retirement System (INPRS). INPRS issues a publicly available financial report, including PERF Hybrid, that may be obtained at <http://www.inprs.in.gov/>.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(6) Employee Benefits (Continued)

Public Employees' Defined Benefit Account

PERF DB is a cost-sharing, multiple employer defined benefit fund providing retirement, disability, and survivor benefits to full-time employees of the State not covered by another plan and those political subdivisions (counties, cities, townships, and other governmental units) that elect to participate in the retirement fund. Administration of the fund is generally in accordance with IC 5-10.2, IC 5-10.3, IC 5-10.5, 35 IAC 1.2, and other Indiana pension law.

Eligibility for Pension Benefit Payment

Full Retirement Benefit: A member is entitled to a full retirement benefit at 1) at age 65 with at least 10 years of creditable service (eight years for certain elected officials), 2) at age 60 with at least 15 years of creditable service, 3) at age 55 if age and creditable service total at least 85, 4) at age 55 with 20 years of creditable service and active as an elected official in the PERF-covered position, or 5) at age 70 with 20 years of creditable service and still active in the PERF-covered position.

Early Retirement Benefit: A member is entitled to an early retirement benefit at age 50 and a minimum of 15 years of creditable service. The benefit is 44% of full benefits at age 50, increasing 5% per year up to 89% at age 59.

Disability Benefit: An active member qualifying for Social Security disability with five years of creditable service may receive an unreduced retirement benefit for the duration of disability.

Survivor Benefit: If a member dies after June 30, 2018, a spouse or dependent beneficiary of a member with a minimum of 10 years of creditable service receives a benefit as if the member retired the later of age 50 or the age the day before the member's death. If a member dies while receiving a benefit, a beneficiary receives the benefit associated with the member's selected form of payment.

Contribution Rates

Contributions are determined by the INPRS Board and are based on a percentage of covered payroll. If determined to be necessary by the actuaries of INPRS, the INPRS Board updates the percentage of covered payroll annually effective July 1. Employers currently contribute 11.2% of covered payroll. No member contributions are required. Indiana Bond Bank's contributions PERF DB were \$57,229 and \$52,510 for the years ended June 30, 2025 and 2024.

Benefit Formula and Postretirement Benefit Adjustment

The lifetime annual benefit equals years of creditable service multiplied by the average highest five-year annual salary multiplied by 1.1% (minimum of \$180 per month). Postretirement benefit increases are granted on an ad hoc basis pursuant to IC 5-10.2-12.4 and administered by the INPRS Board.

Public Employees' Defined Contribution Account

PERF DC is a multiple-employer defined contribution fund providing retirement benefits to full-time employees of the State not covered by another plan and those political subdivisions (counties, cities, townships, and other governmental units) that elect to participate in the retirement fund. Administration of the account is generally in accordance with IC 5-10.2, IC 5-10.3, 35 IAC 1.2, and other Indiana pension law.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(6) Employee Benefits (Continued)

Contribution Rates

Member contributions under PERF DC are set by statute and the INPRS Board at 3% of covered payroll. The employer may choose to make these contributions on behalf of the member. The Bond Bank made no contributions to PERF DC for the years ended June 30, 2025 and 2024. Under certain limitations, voluntary post-tax member contributions up to 10% of compensation can be made solely by the member.

Benefit Terms

Members (or their beneficiaries) are entitled to the sum total of contributions plus earnings 30 days after separation from employment (retirement, termination, disability, or death) or upon providing proof of the member's qualification for Social Security disability benefits. Members at least 62 years of age with five qualifying years of service may take an in-service distribution from their PERF DC account. The amount may be paid in a lump sum, partial lump sum, direct rollover to another eligible retirement plan, or a monthly annuity. PERF DC members are 100% vested in their account balance.

Significant Actuarial Assumptions

The total pension liability is determined using an actuarial valuation performed by the actuaries of INPRS, which involves estimates of the value of reported amounts (e.g., salaries, credited service, etc.) and assumptions about the probability of occurrence of events far into the future (e.g., mortality, disabilities, retirements, employment terminations, etc.). Actuarially determined amounts are subject to review and modifications, as actual results are compared with past expectations and new estimates are developed.

Key methods, assumptions, and dates of experience studies used in calculating the total pension liability in the latest actuarial valuation are included in the publicly available financial report published by INPRS. In addition, the INPRS financial report includes a target asset allocation and geometric real rates of return expected to be realized in calculating the total pension liability, as well as how those rates of return were determined.

Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability of the Plan calculated using the discount rate of 6.25 percent, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.25 percent), or one percentage point higher (7.25 percent) than the current rate:

	1% Decrease (5.25%)	Current Discount Rate (6.25%)	1% Increase (7.25%)
2025	<u>\$448,251</u>	<u>\$281,363</u>	<u>\$142,598</u>
2024	<u>\$410,096</u>	<u>\$251,642</u>	<u>\$119,522</u>

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(6) Employee Benefits (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension

At June 30, 2025 and 2024, the Bond Bank reported a liability of \$281,363 and \$251,642, respectively, for its proportionate share of the net pension liability. The Bond Bank's proportionate share of the net pension liability was based on the Bond Bank's wages as a proportion of total wages for the PERF Hybrid Plan. The proportionate share used at the June 30, 2024 and 2023 measurement dates was 0.00698 percent and 0.00713 percent, respectively.

For the years ended June 30, 2025 and 2024, the Bond Bank recognized pension expense of \$99,652 and \$59,068, respectively, which included net amortization of deferred amounts from changes in proportion and differences between employer contributions and proportionate share of contributions of \$5,587 and \$7,984, respectively. At June 30, 2025 and 2024, the Bond Bank reported deferred outflows of resources and deferred inflows of resources related to the PERF Hybrid Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
<u>2025</u>		
Differences between expected and actual experience	\$ 28,836	\$ -
Net difference between projected and actual earnings on pension plan investments	37,253	-
Changes of assumptions	-	-
Changes in proportion and differences between Bond Bank contributions and proportionate share of contributions	<u>8,356</u>	<u>2,947</u>
Total that will be recognized in pension expense based on table below	74,445	2,947
Pension contribution subsequent to measurement date	<u>57,229</u>	<u>-</u>
Total	<u>\$131,674</u>	<u>\$ 2,947</u>
<u>2024</u>		
Differences between expected and actual experience	\$ 5,149	\$ -
Net difference between projected and actual earnings on pension plan investments	57,677	-
Changes of assumptions	13,723	-
Changes in proportion and differences between Bond Bank contributions and proportionate share of contributions	<u>12,891</u>	<u>521</u>
Total that will be recognized in pension expense based on table below	89,440	521
Pension contribution subsequent to measurement date	<u>52,510</u>	<u>-</u>
Total	<u>\$141,950</u>	<u>\$ 521</u>

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(6) Employee Benefits (Continued)

Deferred outflows of resource related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending June 30, 2025. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (income) as follows:

Fiscal Year Ending June 30,	Amount
2026	\$15,717
2027	46,025
2028	12,059
2029	<u>(2,303)</u>
	<u>\$71,498</u>

(7) Leases

The Bond Bank leases office space as well as office equipment under non-cancelable leases with terms in excess of one year.

In August 2022, the Bond Bank entered into an office space lease that is a 45-month lease beginning on October 1, 2022 and expiring on June 30, 2026, with a renewal option for an additional term of 60 months. The equipment lease is a 60-month lease of a copier, expiring June 30, 2026. The following is a schedule of the right to use assets as of June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Right to use leased assets:		
Leased office space	\$ 246,732	\$ 246,732
Leased equipment	30,904	30,904
Total right to use assets	<u>277,636</u>	<u>277,636</u>
Less accumulated amortization for:		
Leased office space	175,454	109,658
Leased equipment	23,178	15,452
Total accumulated amortization	<u>198,632</u>	<u>125,110</u>
Right to use leased assets, net	<u>\$ 79,004</u>	<u>\$ 152,526</u>

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO FINANCIAL STATEMENTS
Years Ended June 30, 2025 and 2024**

(7) Leases (Continued)

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2025, were as follows:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	<u>\$ 76,502</u>	<u>\$ 1,226</u>	<u>\$ 77,728</u>
Total	<u><u>\$ 76,502</u></u>	<u><u>\$ 1,226</u></u>	<u><u>\$ 77,728</u></u>

(8) Subsequent Events

Since June 30th, the Bond Bank has closed two (2) Hoosier Equipment Lease Purchase (HELP) Program transactions. These leases provided \$919,293 in essential equipment financing assistance to two (2) local units of government.

On July 3rd, the Bond Bank issued \$8,230,000 of its Community Funding Resource Program Bonds, Series 2025E. The Bonds were issued on behalf of one (1) qualified entity and are scheduled to mature on July 1, 2045.

On July 3rd, the Bond Bank partially redeemed \$1,875,000 of its Advance Funding Program Notes, Series 2025A, and \$2,600,000 of its Advance Funding Program Notes, Series 2025B. Following these redemptions, the remaining principal balances are \$38,890,000 for Series 2025A and \$400,000 for Series 2025B. Both series are scheduled to mature on January 5, 2026

The Bond Bank issued \$5,630,000 of its Community Funding Resource Program Bonds, Series 2025F on September 4th. The Bonds were issued on behalf of one (1) qualified entity and are scheduled to mature on February 1, 2045.

On September 4th, the Bond Bank issued \$397,000 of its Interim Loan Program Notes, Series 2025F. The Notes were issued on behalf of one (1) qualified entity and are scheduled to mature on February 2, 2027.

REQUIRED SUPPLEMENTARY INFORMATION

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**SCHEDULE OF THE BOND BANK'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY (UNAUDITED)**

**PUBLIC EMPLOYEES' RETIREMENT FUND
Last 10 Fiscal Years**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Bond Bank's proportion of the net pension liability	0.00698%	0.00713%	0.00665%	0.00642%	0.00627%	0.00606%	0.00566%	0.00455%	0.00480%	0.00435%
Bond Bank's proportionate share of the net pension liability	\$281,363	\$251,642	\$209,730	\$ 84,477	\$189,379	\$200,287	\$192,273	\$203,000	\$217,845	\$177,171
Bond Bank's covered-employee payroll	\$468,841	\$447,983	\$382,761	\$353,868	\$338,328	\$315,779	\$283,906	\$225,809	\$221,741	\$216,680
Bond Bank's proportionate share of the net pension liability as a percentage of its covered-employee payroll	60.01%	56.17%	54.79%	23.87%	55.97%	63.43%	67.72%	89.90%	98.24%	81.77%
Plan fiduciary net position as a percentage of the total pension liability*	79.50%	80.80%	82.50%	92.51%	81.40%	80.10%	78.90%	72.70%	71.20%	73.30%

* 2015-2017 were adjusted to reflect the Defined Benefit activity only due to the Defined Benefit/Defined Contribution split effective January 1, 2018.

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

SCHEDULE OF THE BOND BANK'S CONTRIBUTIONS (UNAUDITED)

**PUBLIC EMPLOYEES' RETIREMENT FUND
Last 10 Fiscal Years**

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Contractually required contribution	\$ 57,229	\$ 52,510	\$ 49,390	\$ 42,869	\$ 39,633	\$ 37,893	\$ 35,367	\$ 31,798	\$ 25,291	\$ 24,835
Contributions in relation to the contractually required contribution	<u>57,229</u>	<u>52,510</u>	<u>49,390</u>	<u>42,869</u>	<u>39,633</u>	<u>37,893</u>	<u>35,367</u>	<u>31,798</u>	<u>25,291</u>	<u>24,835</u>
Contribution deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bond Bank's covered-employee payroll	\$510,974	\$468,841	\$447,983	\$382,761	\$353,868	\$338,328	\$315,779	\$283,906	\$225,809	\$221,741
Contributions as a percentage of covered-employee payroll	11.2%	11.2%	11.0%	11.2%	11.2%	11.2%	11.2%	11.2%	11.2%	11.2%

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
June 30, 2025**

**SCHEDULE OF THE BOND BANK'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
(UNAUDITED)**

Plan Amendments: In 2025, there were no changes to the plan provisions during the fiscal year.

SCHEDULE OF THE BOND BANK'S CONTRIBUTIONS (UNAUDITED)

Methods Used in Calculating Contributions: Contributions are determined by the INPRS Board and are based on a percentage of covered payroll. If determined to be necessary by the actuaries of INPRS, the INPRS Board updates the percentage of covered payroll annually effective July 1. Employers currently contribute 11.2% of covered payroll. There have been no changes in the percentage of covered payroll used since 2015.

Trends: There were no factors that significantly affected trends in contributions to the Plan.

OTHER SUPPLEMENTARY INFORMATION

**INDIANA BOND BANK
(A COMPONENT UNIT OF THE STATE OF INDIANA)**

**SUPPLEMENTAL SCHEDULES OF THE BOND BANK'S CONDUIT BONDS AND NOTES PAYABLE
Years Ended June 30, 2025 and 2024**

	<u>Special Program</u>	<u>Advance Funding Program</u>	<u>Common School Fund Program</u>	<u>School Severance Program</u>	<u>Qualified School Construction Program</u>	<u>Interim Loan Program</u>	<u>Community Funding Resource</u>	<u>NFP Water Program</u>	<u>Total</u>
June 30, 2023 Balance	\$ 158,938,877	\$ 47,935,000	\$ 45,140,000	\$ 42,200,000	\$ 20,897,000	\$ 66,349,878	\$ 44,206,970	\$ 1,660,000	\$ 427,327,725
New Issues	-	93,817,070	-	-	-	64,550,000	85,192,500	-	243,559,570
Payments	<u>(16,997,144)</u>	<u>(76,267,070)</u>	<u>(5,020,000)</u>	<u>(17,130,000)</u>	<u>(8,110,000)</u>	<u>(34,908,667)</u>	<u>(20,305,404)</u>	<u>(1,261,000)</u>	<u>(179,999,285)</u>
June 30, 2024 Balance	141,941,733	65,485,000	40,120,000	25,070,000	12,787,000	95,991,211	109,094,066	399,000	490,888,010
New Issues	-	76,469,342	-	-	-	130,367,000	145,300,000	-	352,136,342
Payments	<u>(52,013,503)</u>	<u>(87,479,342)</u>	<u>(4,940,000)</u>	<u>(13,025,000)</u>	<u>(5,107,000)</u>	<u>(34,890,093)</u>	<u>(8,089,989)</u>	<u>(95,000)</u>	<u>(205,639,927)</u>
June 30, 2025 Balance	<u>\$ 89,928,230</u>	<u>\$ 54,475,000</u>	<u>\$ 35,180,000</u>	<u>\$ 12,045,000</u>	<u>\$ 7,680,000</u>	<u>\$ 191,468,118</u>	<u>\$ 246,304,077</u>	<u>\$ 304,000</u>	<u>\$ 637,384,425</u>

OTHER REPORT

*Independent Auditor's Report on Internal Control
Over Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed in
Accordance with Government Auditing Standards*

Board of Directors
Indiana Bond Bank

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Indiana Bond Bank, a component unit of the State of Indiana, which comprise the statement of net position as of June 30, 2025, and the related statements of revenues, expenses and changes in net position and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 10, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Indiana Bond Bank's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Indiana Bond Bank's internal control. Accordingly, we do not express an opinion on the effectiveness of the Indiana Bond Bank's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Indiana Bond Bank's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Katz, Sapper & Miller, LLP

Indianapolis, Indiana
September 10, 2025

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