

NOTICE OF EXECUTION OF THE SECOND AMENDMENT TO LEASE

The Board of School Trustees of South Adams Schools (the "School Corporation"), has entered into a Second Amendment to Lease (the "Second Amendment") between the School Corporation and South Adams School Building Corporation, which was executed as of July 1, 2016. The Second Amendment covers the site of South Adams Elementary School and a portion of South Adams High School in Berne, Indiana. The School Corporation has agreed to pay rent during renovation for such facilities beginning January 5, 2017 payable semi-annually in the amount of \$84,500 per payment. Upon the later of the completion of the renovation or January 5, 2018, the School Corporation will pay lease rental on January 5 and July 5 in a maximum annual amount of \$169,000.

Such improvements are being constructed with the proceeds of the South Adams School Building Corporation Ad Valorem Property Tax First Mortgage Refunding and Improvement Bonds, Series 2016 (the "2016 Bonds"). The improvement bonds are being issued simultaneously with the refunding bonds so that it is expected that there will not be a net increase to the debt service fund tax rate. The 2016 Bonds are secured by the Lease Agreement dated as of September 13, 2007, as amended. A copy of such Second Amendment is on file in the Administration Building of South Adams Schools, 1075 Starfire Way, Berne, Indiana, and is available for inspection during normal business hours.

Dated this 18th day of July, 2016.

Landon Patterson
Secretary, Board of School Trustees
South Adams Schools