SD308
COMMUNITY UNIT SCHOOL DISTRICT

March 27, 2017

Robert Graves

VIA EMAIL –graves_robert@outlook.com

Re: FOIA Request Dated March 9, 2017 and received March 10, 2017

Subject: A request regarding records relating to refunding activities for the Capital Appreciation bonds sold in 2003, 2005, and 2008. How were they refinanced through the secondary market or advanced refunding, how much was refunded, and when (date of transaction): Please breakdown by principal and accumulated interest expense. Also, how the principal and accumulated interest expenses refinanced are being recorded: Count against the debt limit or does not count against the debt limit imposed by law.

Dear Mr. Graves:

This letter will serve as Community Unit School District 308's response to your March 9, 2017 request under the Freedom of Information Act (5 ILCS 140/1 et seq.), in which you asked for the above referenced information. In addition to the documents responsive to your request, we are attaching a narrative response prepared by PMA, the District's financial advisors.

To promote district transparency and assist others who may have a similar question, this responsive document will be posted online on the district's website. To access it, go to www.sd308.org and select *Our District > Freedom of Information Act Request > FOIA Request Responses, then select FOIA ID #17-8.*

Please be advised that to comply with your FOIA request, the district incurred the expense of **$802.88** comprised of the cost of labor and resources used to search for records responsive to your request. You are not legally required to reimburse the district for the amount incurred.

Please let me know if you have additional questions. Thank you.

Brian Graves
Freedom of Information Officer

How were they refinanced - through the secondary market or advanced refunding, how much was refunded, and when (Date of transaction): Please breakdown by principal and accumulated interest expense.

Capital Appreciation Bonds (“CABs”) were refunded in three different financings: the 2011 repurchase refunding, and the 2013 and 2016 restructurings. See attached for detail. The 2011 repurchase refunding was implemented for debt service savings by taking advantage of the high relative difference between current interest bonds and capital appreciation bonds at that time. This created present value savings of $908,132. See the attached document for the calculation of the savings. The 2013 restructuring refunded portions of bond issues including $2,945,000 of future value of the GO CABs 2003C. The entire restructuring increased debt service by $5,262,912.33 ($643,721 on a PV basis). The amount of the increase applicable to the refunded CABs is estimated at $1,586,077. The 2016 restructuring refunded portions of bond issues including $24.3 million of future value of the GO CABs 2003C and the GO CABs 2005. The entire restructuring increased debt service by $35,362,625 ($3,169,630 on a PV basis). The amount of the increase applicable to the refunded CABs is estimated at $6,778,448. The total increase in debt service attributable to restructuring CABs is estimated to be $8,364,526. See attached for detail regarding the additional interest expense for restructuring the 2003C and 2005 CABs.

How the principal and accumulated interest expenses refinanced are being recorded: Count against the Debt Limit or Does Not Count against the Debt Limit imposed by law.

Section 17(a) of the Local Government Debt Reform Act. 30 ILCS 350/17(a) states as follows: “For purposes of bonds sold at amounts less than 95% of their stated value at maturity, interest for purposes of this Section includes the difference between the amount set forth on the face of the bond as the original principal amount and the bond's stated value at maturity.” Accordingly, the Original Issue Value amount of the GO CABs 2003C and GO CABs 2005 not escrowed to maturity counts against the legal debt margin until maturity. The accreted value is treated as interest according to law and not counted against the legal debt limit.

According to bond counsel and the District’s auditor’s, the bonds escrowed to maturity or call invested in US Treasury securities no longer count against the legal debt limit and are no longer shown as outstanding debt in the CAFR. Accordingly, the portion of the Original Issue Value of the GO CABs 2003C and GO CABs 2005 placed into escrow does not count against the legal debt limit and is no longer shown as debt of the District. The refunding bonds do count against the legal debt limit; so, for example, if a $2,500 Original Issue Value CAB with a Maturity Value of $5,000 is later escrowed to maturity, then the $5,000 refunding bond would count against the legal debt margin but the $2,500 bond refunded would no longer count against this limit. In the case of a CAB purchased in the secondary market at $3,750 for example, the $3,750 refunding bond would count against the legal debt margin but the $2,500 bond refunded would no longer count against this limit.

In the case of the GO CABs 2008, the Original Issue Value does not count against the legal debt margin pursuant to the special legislation approved by the General Assembly, which exempted any bonds issued pursuant to the 2006 Referendum from the legal debt margin. However, a portion of the refunding bonds do count against the legal debt limit. For example, if a $2,500 Original Issue Value 2008 CAB is later escrowed to maturity with a Maturity Value of $5,000 in this example, the difference between the refunding bond amount of $5,000 less the Original Issue Value 2008 CAB, $2,500, would count against the legal debt limit. In the case of a 2008 CAB purchased in the secondary market at $3,750 for example, the difference between the refunding bond amount of $3,750 less the Original Issue Value 2008 CAB, $1,250, would count against the legal debt limit.

The above accounts for the difference between the amount CABs shown in the FY 2016 budget and FY 2017 budget. The FY 2016 budget reflected $32,805,000 of Maturity Value of CABs in FY 2017 through 2019, and the FY 2017 budget reflected $11,935,000 of Maturity Value of CABs in FY 2017 through 2019. The difference is $21,410,000 and is due to the implementation of Phase 1 of the restructuring plan. The amount of $21,410,000 was refunded and is now being paid from an escrow funded with US Treasuries. Consequently, the CABs are economically defeased and are treated as being no longer outstanding for accounting purposes.

GO CABs 2003C - Escrowed to Maturity

Maturity Date	Original Par at Issuance	Original Par Refunded	Purchase Price/Maturity Value Refunded	Difference in Purchase Price/Accreted Value and Original Par Value	Refunded by
10/01/16	$3,441,293	$1,602,310	$2,945,000	$1,342,690	2013 Bonds
10/01/16	$3,441,293	$1,838,984	$3,380,000	$1,541,016	2016 Bonds
10/01/17	$5,110,160	$5,020,477	$9,824,500	$4,804,023	2016 Bonds
10/01/18	$2,581,441	$2,581,441	$5,375,000	$2,793,560	2016 Bonds

GO CABs 2005 - Escrowed to Maturity

Maturity Date	Original Par at Issuance	Original Par Refunded	Purchase Price/Maturity Value Refunded	Difference in Purchase Price/Accreted Value and Original Par Value	Refunded by
10/01/16	$1,549,584	$30,031	$50,000	$19,969	2016 Bonds
10/01/18	$5,188,036	$1,496,140	$2,780,010	$1,283,870	2016 Bonds

GO CABs 2008 - Purchased in the Secondary Market

Maturity Date	Original Par at Issuance	Original Par Refunded	Purchase Price/Maturity Value Refunded	Difference in Purchase Price/Accreted Value and Original Par Value	Refunded by
02/01/23	$8,066,650	$7,950,012	$8,913,113	$963,101	2011 Bonds
02/01/25	$5,450,039	$946,553	$1,007,910	$61,358	2011 Bonds
02/01/27	$13,168,788	$4,533,113	$4,730,766	$197,653	2011 Bonds
02/01/28	$12,504,690	$1,125,656	$1,155,656	$30,000	2011 Bonds

GO CABs 2003C - Escrowed to Maturity

Total Escrow Requirement	Percent of Escrow	Total Increase in Debt Service From 2013 Restructuring	Amount of Increase Attributed to CABs	Refunded by
$9,772,082	30.14%	$5,262,912	$1,586,077	2013 Bonds
$111,691,706	3.03%	$35,362,625	$1,070,139	2016 Bonds
$111,691,706	8.80%	$35,362,625	$3,110,527	2016 Bonds
$111,691,706	4.81%	$35,362,625	$1,701,775	2016 Bonds

GO CABs 2005 - Escrowed to Maturity

Total Escrow Requirement	Percent of Escrow	Total Increase in Debt Service From 2016 Restructuring	Amount of Increase Attributed to CABs	Refunded by
$111,691,706	0.04%	$35,362,625	$15,830	2016 Bonds
$111,691,706	2.49%	$35,362,625	$880,177	2016 Bonds

Increase in Debt Service From CAB Refundings: *$8,364,526*

NEW ISSUE - BOOK-ENTRY ONLY **RATING[1]: Moody's Investors Service Aa2**

Subject to compliance by the District with certain covenants, in the opinion of Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel, under present law, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals and corporations, but such interest is taken into account in computing an adjustment used in determining the federal alternative minimum tax for certain corporations. See "TAX EXEMPTION" herein for a more complete discussion. Interest on the Bonds is not exempt from present State of Illinois income taxes.

$22,840,000
COMMUNITY UNIT SCHOOL DISTRICT NUMBER 308
Kendall, Kane and Will Counties, Illinois
General Obligation Refunding School Bonds, Series 2011

Dated: Date of Issuance **Due: February 1, as shown on the inside front cover**

The General Obligation Refunding School Bonds, Series 2011 (the "Bonds"), of Community Unit School District Number 308, Kendall, Kane and Will Counties, Illinois (the "District"), are fully registered bonds and will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). Individual purchases of interests in the Bonds will be made in book-entry-only form only. Purchasers of such interests will not receive certificates representing their interests in the Bonds. So long as DTC or its nominee is the owner of the Bonds, principal of and interest on the Bonds will be paid directly to DTC by Amalgamated Bank of Chicago, Chicago, Illinois, as the bond registrar and the paying agent. See "BOOK-ENTRY-ONLY SYSTEM" herein. Interest on the Bonds is payable on each February 1 and August 1, commencing August 1, 2011. The Bonds are subject to optional redemption prior to maturity, as more fully described herein under "THE BONDS – Redemption Provisions."

THE MATURITY SCHEDULE IS SET FORTH ON THE INSIDE FRONT COVER.

The Bonds are being issued pursuant to and in full compliance with the provisions of the School Code of the State of Illinois, as amended, and the Local Government Debt Reform Act of the State of Illinois, as amended, and are authorized by the Board of Education of the District by a resolution duly and properly adopted for that purpose, in all respects as provided by law. Proceeds of the Bonds will be used to refund a portion of the District's outstanding General Obligation School Bonds, Series 2001, General Obligation School Bonds, Series 2002B, General Obligation School Bonds, Series 2003C, and General Obligation Capital Appreciation School Bonds, Series 2008, and to pay the costs of issuing the Bonds. See "REFUNDING PLAN" herein.

In the opinion of Bond Counsel, the Bonds will constitute valid and legally binding obligations of the District, and all taxable property in the District is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion. See "THE BONDS – Security for the Bonds" herein.

The Bonds are offered when, as and if issued by the District and received by the Underwriters, subject to prior sale, to withdrawal or modification of the offer without notice, and to the approval of legality by Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel. Chapman and Cutler LLP will also pass on certain matters for the Underwriters. Certain legal matters in connection with the issuance of the Bonds will be passed upon for the District by its counsel, Whitt Law LLC, Aurora, Illinois. It is expected that the Bonds will be available for delivery through the facilities of DTC on or about March 17, 2011.

MESIROW FINANCIAL, INC.
AS JOINT BOOK RUNNING MANAGER

RAYMOND JAMES
AS JOINT BOOK RUNNING MANAGER

PMA SECURITIES
AS FINANCIAL ADVISOR

(1) See "BOND RATING" herein.

March 10, 2010

REFUNDING PLAN

On February 14, 2011, the Board authorized the secondary market purchase of the Series 2008 Bonds, and the issuance of the Bonds to provide the source of funds to purchase the Series 2008 Bonds from the holders thereof. The portion of the Series 2008 Bonds that the District expects to purchase are set forth as follows (the "Refunded Bonds"):

Refunded Maturities	Compound Accreted Value at Maturity	Refunded Amount
2/01/2023	$17,290,000	$17,040,000
2/01/2025	12,955,000	2,250,000
2/01/2027	34,715,000	11,950,000
2/01/2028	34,715,000	3,125,000

The District expects to purchase the Refunded Bonds on the delivery date of the Bonds. Any proposed purchase of the Refunded Bonds is conditional upon the successful completion of the issuance of the Bonds.

On February 14, 2011, the Board also authorized the advance refunding of the District's outstanding bonds in an aggregate par amount of $7,200,000 (the "Prior Bonds"), as shown below:

Series 2001 Bonds

Refunded Maturities	Outstanding Amount	Refunded Amount	Redemption Price	Redemption Date
10/01/2011	$1,690,000	$745,000	N/A	N/A

Series 2002B Bonds

Refunded Maturities	Outstanding Amount	Refunded Amount	Redemption Price	Redemption Date
10/01/2012	$1,115,000	$945,000	N/A	N/A
10/01/2013	2,330,000	995,000	100%	10/01/2012
10/01/2014	2,640,000	1,045,000	100%	10/01/2012

Series 2003C Bonds

Refunded Maturities	Outstanding Amount	Refunded Amount	Redemption Price	Redemption Date
10/01/2015	$1,645,000	$1,100,000	100%	10/01/2013
10/01/2016	1,730,000	1,155,000	100%	10/01/2013
10/01/2017	1,815,000	1,215,000	100%	10/01/2013

A portion of the proceeds of the Bonds will be used to fund an irrevocable escrow account (the "Escrow Account") consisting of cash and direct obligations of the United States of America (the "Government Obligations"). The Escrow Account will be held by Amalgamated Bank of Chicago, Chicago, Illinois (the "Escrow Agent") pursuant to an escrow agreement which irrevocably directs the Escrow Agent to make all payments of the principal of and interest on the Prior Bonds up to and including maturity and on the respective redemption dates thereof. The Escrow Account will be funded in such amounts so that the cash and the principal and interest payments received on the Government Obligations will be sufficient, without reinvestment, to pay the principal of and interest on the Prior Bonds up to and including maturity and on the respective redemption dates thereof.

Oswego SD #308
2008 CAB Repurchase and Restructuring to Maintain Debt Service Targets
FINAL AS OF 3/09/2011

	CAB to CIB Refunding on Stand-Alone Basis												Total After Refunding with Restructure	
	2008 CABs Refunding		Total Increase	PV Total	2001 CIBs Restructure		2002B CIBs Restructure		2003 CIBs Restructure		2003 CABs Restructure		Total Increase	PV Total
Fiscal Year	Refunded Debt Service	Refunding Debt Service	/(Decrease) in Debt Service	Increase / (Decrease)*	Refunded Debt Service	Refunding Debt Service	Refunded Debt Service	Refunding Debt Service	Refunded Debt Service	Refunding Debt Service	Refunded Debt Service	Refunding Debt Service	/(Decrease) in Debt Service	Increase / (Decrease)*
6/30/2011	-	-	-	-	16,763		74,625		86,750		-	-	(178,137.50)	(175,629)
6/30/2012	-	731,380	731,380	686,940	761,763		149,250		173,500		-	352,356	(776)	(729)
6/30/2013	-	838,525	838,525	750,153	-		1,070,625		173,500		-	403,975	(1,625)	(1,452)
6/30/2014	-	838,525	838,525	714,509	-		1,072,125		173,500		-	403,975	(3,125)	(2,658)
6/30/2015	-	838,525	838,525	680,558	-		1,071,125		173,500		-	403,975	(2,125)	(1,720)
6/30/2016	-	838,525	838,525	648,221	-		-		1,246,000		-	403,975	(3,500)	(2,697)
6/30/2017	-	838,525	838,525	617,421	-		-		1,244,625		-	403,975	(2,125)	(1,559)
6/30/2018	-	838,525	838,525	588,084	-		-		1,245,375		-	403,975	(2,875)	(2,008)
6/30/2019	-	838,525	838,525	560,140	-		-					3,143,975	3,982,500	2,647,486
6/30/2020	-	838,525	838,525	533,525	-		-					253,275	1,091,800	690,913
6/30/2021	-	838,525	838,525	508,174	-		-					253,275	1,091,800	657,689
6/30/2022	-	838,525	838,525	484,028	-		-					2,453,275	3,291,800	1,887,617
6/30/2023	17,040,000	10,853,525	(6,186,475)	(3,401,383)	-		-					1,302,275	(4,884,200)	(2,666,089)
6/30/2024	-	287,700	287,700	150,664	-		-					1,302,925	1,590,625	826,505
6/30/2025	2,250,000	287,700	(1,962,300)	(978,799)	-	-	-						(1,962,300)	(970,612)
6/30/2026	-	287,700	287,700	136,687	-	-	-						287,700	135,464
6/30/2027	11,950,000	5,767,700	(6,182,300)	(2,797,653)	-	-	-	-					(6,182,300)	(2,770,969)
6/30/2028	3,125,000	-	(3,125,000)	(1,346,950)	-	-	-	-					(3,125,000)	(1,333,313)
6/30/2029	-	-	-	-	-	-	-	-					-	-
	34,365,000	26,600,955	(7,764,045)	(1,465,681)	778,525	-	3,437,750	-	4,516,750	-	-	11,485,206	(5,011,864)	(908,132)
					Call Date	non-call	Call Date	10/1/2012	Call Date	10/1/2013	Call Date	non-call		
			Par Refunded	15,807,445	Refunded Par	870,000	Refunded Par	3,115,000	Refunded Par	4,020,000	Refunded Par	-	Total Refunded Par**	23,012,445
			Savings as % of Par Refunded	9.27%	Savings as % of Par Refunded		Savings as % of Par Refunded		Savings as % of Par Refunded		Savings as % of Par Refunded		Savings as % of Par Refunded	3.95%

2008 CAB Repurchase Details

Maturity	Par	Yield***	Purchase Price***	Dollar Price	Spread to MMD***
2/1/2019					
2/1/2020	-	4.909%	65.034	-	
2/1/2021	-	5.131%	60.642	-	
2/1/2022	-	5.353%	56.309	-	
2/1/2023	17,040,000	5.534%	52.307	8,913,113	
2/1/2024	-	5.714%	48.424	-	
2/1/2025	2,250,000	5.874%	44.796	1,007,910	
2/1/2026	-	5.993%	41.553	-	
2/1/2027	11,950,000	5.924%	39.588	4,730,766	
2/1/2028	3,125,000	5.984%	36.981	1,155,656	
	34,365,000			15,807,445	

* - Assumes a 4.98% PV factor

** - Par amount of bonds refunded includes the repurchase cost of the 2008 Bonds, par amount of refunded interest bearing bonds, and current accreted value of escrowed CABs

*** - Yield, price, and spread calculated after subtracting out repurchase fee (gross spread to MMD will be higher by roughly 7 bps)

Repurchase fee is approximately 6.5 to 7 basis points in yield

NEW ISSUE - BOOK-ENTRY ONLY **RATING[(1)]: Moody's Investors Service "Aa2"**
- BANK QUALIFIED

Subject to compliance by the District with certain covenants, in the opinion of Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel, under present law, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals and corporations, but such interest is taken into account in computing an adjustment used in determining the federal alternative minimum tax for certain corporations. See "TAX EXEMPTION" herein for a more complete discussion. Interest on the Bonds is not exempt from present State of Illinois income taxes. The Bonds are "qualified tax-exempt obligations" under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. See "QUALIFIED TAX-EXEMPT OBLIGATIONS" herein.

$9,585,000
COMMUNITY UNIT SCHOOL DISTRICT NUMBER 308
Kendall, Kane and Will Counties, Illinois
General Obligation Refunding School Bonds, Series 2013

Dated: Date of Issuance **Due: October 1, as shown below**

The General Obligation Refunding School Bonds, Series 2013 (the "Bonds"), of Community Unit School District Number 308, Kendall, Kane and Will Counties, Illinois (the "District"), are fully registered bonds and will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). Individual purchases of interests in the Bonds will be made in book-entry-only form only. Purchasers of such interests will not receive certificates representing their interests in the Bonds. The Bonds are issued in fully registered form in denominations of $5,000 or integral multiples thereof, and will bear interest payable on each April 1 and October 1, commencing April 1, 2014. Interest is calculated based on a 360-day year consisting of twelve 30-day months. Amalgamated Bank of Chicago, Chicago, Illinois, will act as the District's registrar and paying agent for the Bonds. The Bonds are subject to redemption prior to maturity, as more fully described herein under "THE BONDS – Redemption Provisions."

MATURITY SCHEDULE

October 1	Principal Amount	Interest Rate	Yield	CUSIP[(2)] (488764)
2014	$210,000	2.00%	.45%	WE7
2015	2,605,000	3.00	.65	WF4
***	***	***	***	***
2030	2,150,000	4.75	4.25	WG2
2031	2,255,000	4.75	4.35	WH0
2032	2,365,000	4.50	4.63	WJ6

The Bonds are being issued pursuant to and in full compliance with the provisions of the School Code of the State of Illinois, as amended, and the Local Government Debt Reform Act of the State of Illinois, as amended, and are authorized by the Board of Education of the District by a resolution duly and properly adopted for that purpose, in all respects as provided by law. Proceeds of the Bonds will be used to refund portions of the District's outstanding bonds, as described under "REFUNDING PLAN" herein.

In the opinion of Bond Counsel, the Bonds are valid and legally binding upon the District and are payable from any funds of the District legally available for such purpose, and all taxable property in the District is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion. See "THE BONDS – Security for the Bonds" herein.

The Bonds are offered when, as and if issued by the District 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 Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel. Chapman and Cutler LLP is also passing on certain matters for the Underwriter. It is expected that the Bonds will be available for delivery through the facilities of DTC on or about December 26, 2013.

RAYMOND JAMES
AS UNDERWRITER

PMA SECURITIES
AS FINANCIAL ADVISOR

(1) See "BOND RATING" herein.
(2) CUSIP data herein is provided by CUSIP Global Services, managed on behalf of the American Bankers Association by Standard & Poor's, a division of The McGraw-Hill Companies, Inc. No representations are made as to the correctness of the CUSIP numbers. These CUSIP numbers may also be subject to change after the issuance of the Bonds.

December 11, 2013

REFUNDING PLAN

A portion of the proceeds of the Bonds will be used for the refunding of the bonds as shown below (the "Refunded Bonds") in order to restructure the debt burden of the District.

Series 2003C Current Interest Bonds

Maturities	Original Amount Outstanding	Amount Refunded	Redemption Price	Redemption Date
10/01/2014	$1,365,000	$1,365,000	100%	1/27/2014

Series 2003C Capital Appreciation Bonds

Maturities	Original Amount Outstanding	Amount Refunded	Redemption Price	Redemption Date
10/01/2016	$3,441,293.35	$1,602,309.71	N/A	N/A

Series 2004 Bonds

Maturities	Original Amount Outstanding	Amount Refunded	Redemption Price	Redemption Date
10/01/2014	$4,810,000	$25,000	N/A	N/A
10/01/2015	5,150,000	5,150,000	100%	10/01/2014

A portion of the proceeds of the Bonds will be used to fund an irrevocable escrow account (the "Escrow Account") consisting of cash and direct obligations of the United States of America (the "Government Obligations"). The Escrow Account will be held by Amalgamated Bank of Chicago, Chicago, Illinois (the "Escrow Agent") pursuant to an escrow agreement which irrevocably directs the Escrow Agent to make all payments of the principal of and interest on or compound accreted value of the Refunded Bonds up to the respective redemption dates thereof. The Escrow Account will be funded in such amounts so that the cash and the principal and interest payments received on the Government Obligations will be sufficient, without reinvestment, to pay the principal of and interest on or compound accreted value of the Refunded Bonds when due or upon redemption prior to maturity.

The accuracy of (a) the mathematical computations regarding the adequacy of the maturing principal of and interest earnings on the Government Obligations together with an initial cash deposit in the Escrow Account to pay the debt service on the Refunded Bonds up to the respective maturity and redemption dates thereof and (b) the mathematical computations supporting the conclusion that the Bonds are not "arbitrage bonds" under Section 148 of the Internal Revenue Code of 1986, as amended (the "Code"), will be verified by Barthe & Wahrman, Certified Public Accountants, Bloomington, Minnesota (the "Verifier").

ESTIMATED SOURCES AND USES OF FUNDS

Sources of Funds	
Bond Proceeds	$9,585,000
Net Reoffering Premium	227,236
Prior Debt Service Funds	54,700
Total	$9,866,936
Uses of Funds	
Deposit to Escrow Account	$9,724,896
Costs of Issuance(1)	142,040
Total	$9,866,936

(1) Includes underwriter's discount, Bond Counsel fees, Underwriter's Counsel fees, financial advisor fees, rating agency fees and other issuance costs.

SAVINGS

COMMUNITY UNIT SCHOOL DISTRICT #308
General Obligation Refunding School Bonds, Series 2013

Date	Prior Debt Service	Refunding Debt Service	Savings	Annual Savings	Present Value to 12/26/2013 @ 4.2015771%
04/01/2014	159,731.25	105,031.08	54,700.17	54,700.17	54,103.25
10/01/2014	1,549,731.25	409,006.25	1,140,725.00		1,105,061.65
04/01/2015	135,187.50	196,906.25	(61,718.75)	1,079,006.25	(58,558.99)
10/01/2015	5,285,187.50	2,801,906.25	2,483,281.25		2,307,667.66
04/01/2016		157,831.25	(157,831.25)	2,325,450.00	(143,651.86)
10/01/2016	2,945,000.00	157,831.25	2,787,168.75		2,484,576.80
04/01/2017		157,831.25	(157,831.25)	2,629,337.50	(137,801.22)
10/01/2017		157,831.25	(157,831.25)		(134,965.87)
04/01/2018		157,831.25	(157,831.25)	(315,662.50)	(132,188.86)
10/01/2018		157,831.25	(157,831.25)		(129,468.99)
04/01/2019		157,831.25	(157,831.25)	(315,662.50)	(126,805.09)
10/01/2019		157,831.25	(157,831.25)		(124,195.99)
04/01/2020		157,831.25	(157,831.25)	(315,662.50)	(121,640.58)
10/01/2020		157,831.25	(157,831.25)		(119,137.75)
04/01/2021		157,831.25	(157,831.25)	(315,662.50)	(116,686.41)
10/01/2021		157,831.25	(157,831.25)		(114,285.52)
04/01/2022		157,831.25	(157,831.25)	(315,662.50)	(111,934.02)
10/01/2022		157,831.25	(157,831.25)		(109,630.91)
04/01/2023		157,831.25	(157,831.25)	(315,662.50)	(107,375.18)
10/01/2023		157,831.25	(157,831.25)		(105,165.87)
04/01/2024		157,831.25	(157,831.25)	(315,662.50)	(103,002.01)
10/01/2024		157,831.25	(157,831.25)		(100,882.68)
04/01/2025		157,831.25	(157,831.25)	(315,662.50)	(98,806.96)
10/01/2025		157,831.25	(157,831.25)		(96,773.94)
04/01/2026		157,831.25	(157,831.25)	(315,662.50)	(94,782.75)
10/01/2026		157,831.25	(157,831.25)		(92,832.54)
04/01/2027		157,831.25	(157,831.25)	(315,662.50)	(90,922.45)
10/01/2027		157,831.25	(157,831.25)		(89,051.66)
04/01/2028		157,831.25	(157,831.25)	(315,662.50)	(87,219.37)
10/01/2028		157,831.25	(157,831.25)		(85,424.78)
04/01/2029		157,831.25	(157,831.25)	(315,662.50)	(83,667.11)
10/01/2029		157,831.25	(157,831.25)		(81,945.60)
04/01/2030		157,831.25	(157,831.25)	(315,662.50)	(80,259.52)
10/01/2030		2,307,831.25	(2,307,831.25)		(1,149,419.38)
04/01/2031		106,768.75	(106,768.75)	(2,414,600.00)	(52,082.22)
10/01/2031		2,361,768.75	(2,361,768.75)		(1,128,375.49)
04/01/2032		53,212.50	(53,212.50)	(2,414,981.25)	(24,900.09)
10/01/2032		2,418,212.50	(2,418,212.50)		(1,108,287.77)
04/01/2033				(2,418,212.50)	
	10,074,837.50	15,337,749.83	(5,262,912.33)	(5,262,912.33)	(590,720.07)

Savings Summary

PV of savings from cash flow	(590,720.07)
Less: Prior funds on hand	(54,700.17)
Plus: Refunding funds on hand	1,699.37
Net PV Savings	(643,720.87)

NEW ISSUE - BOOK-ENTRY ONLY **RATINGS[1]: Moody's Investors Service "Aa2"**
Fitch Ratings, Inc. "AA" (Stable Outlook)

Subject to compliance by the District with certain covenants, in the opinion of Chapman and Cutler LLP, Chicago, Illinois ("Bond Counsel"), under present law, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes and is not included as an item of tax preference in computing the federal alternative minimum tax for individuals and corporations, but such interest is taken into account in computing an adjustment used in determining the federal alternative minimum tax for certain corporations. See "TAX EXEMPTION" herein for a more complete discussion. Interest on the Bonds is not exempt from present State of Illinois income taxes.

$96,780,000
COMMUNITY UNIT SCHOOL DISTRICT NUMBER 308
Kendall, Kane and Will Counties, Illinois
General Obligation Refunding School Bonds, Series 2016

Dated: Date of Issuance **Due: February 1, as shown below**

The General Obligation Refunding School Bonds, Series 2016 (the "Bonds"), of Community Unit School District Number 308, Kendall, Kane and Will Counties, Illinois (the "District"), are fully registered bonds and will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). Individual purchases of interests in the Bonds will be made in book-entry-only form only. Purchasers of such interests will not receive certificates representing their interests in the Bonds. The Bonds are issued in fully registered form in denominations of $5,000 or integral multiples thereof, and will bear interest payable on each February 1 and August 1, commencing August 1, 2016. Interest is calculated based on a 360-day year consisting of twelve 30-day months. Amalgamated Bank of Chicago, Chicago, Illinois, will act as the District's registrar and paying agent for the Bonds. The Bonds are subject to redemption prior to maturity, as more fully described herein under "THE BONDS – Redemption Provisions."

The Bonds are being issued pursuant to and in full compliance with the provisions of the School Code of the State of Illinois, as amended, and the Local Government Debt Reform Act of the State of Illinois, as amended, and are authorized by the Board of Education of the District by a resolution duly and properly adopted for that purpose, in all respects as provided by law. Proceeds of the Bonds will be used to refund a portion of the District's outstanding bonds, as described under "REFUNDING PLAN" herein.

In the opinion of Bond Counsel, the Bonds are valid and legally binding upon the District and are payable from any funds of the District legally available for such purpose, and all taxable property in the District is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion. See "THE BONDS – Security for the Bonds" herein.

The Bonds are offered when, as and if issued by the District 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 Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel. Chapman and Cutler LLP is also passing on certain matters for the Underwriter. Certain legal matters in connection with the issuance of the Bonds will be passed upon for the District by its counsel, Ottosen Britz Kelly Cooper Gilbert & DiNolfo, Ltd., Naperville, Illinois. It is expected that the Bonds will be available for delivery through the facilities of DTC on or about March 1, 2016.

RAYMOND JAMES®

AS UNDERWRITER

PMA™ SECURITIES

AS FINANCIAL ADVISOR

(1) See "BOND RATINGS" herein.

February 10, 2016

REFUNDING PLAN

A portion of the proceeds of the Bonds will be used for the refunding of the bonds as shown below (the "Refunded Bonds") in order to restructure the debt burden of the District.

General Obligation School Bonds, Series 2003C, dated July 9, 2003

Maturities	Original Amount Outstanding	Previously Refunded Amount	Amount Refunded by the Bonds	Redemption Price	Redemption Date
10/01/2016	$3,441,293.35	$1,602,309.71	$1,838,983.64	N/A	N/A
10/01/2017	5,110,160.00	---	5,020,476.75	N/A	N/A
10/01/2018	2,581,440.50	---	2,581,440.50	N/A	N/A

General Obligation Capital Appreciation School Bond, Series 2005, dated June 15, 2005

Maturities	Current Amount Outstanding	Amount Refunded	Redemption Price	Redemption Date
10/01/2016	$1,549,584.12	$30,030.50	N/A	N/A
10/01/2017	1,039,311.90	-0-	N/A	N/A
10/01/2018	5,188,035.92	1,496,140.40	N/A	N/A

General Obligation School Bonds, Series 2007, dated February 28, 2007 (the "Series 2007 Bonds")

Maturities	Current Amount Outstanding	Amount Refunded	Redemption Price	Redemption Date
02/01/2020	$4,710,000	$4,710,000	100%	02/01/2017
02/01/2021	4,970,000	4,970,000	100%	02/01/2017
02/01/2022	6,815,000	6,815,000	100%	02/01/2017
02/01/2023	10,040,000	10,040,000	100%	02/01/2017
02/01/2024	19,795,000	19,795,000	100%	02/01/2017
02/01/2025	19,865,000	19,865,000	100%	02/01/2017
02/01/2026	20,000,000	20,000,000	100%	02/01/2017

Note: May not sum due to rounding

A portion of the proceeds of the Bonds will be used to fund an irrevocable escrow account (the "Escrow Account") consisting of cash and direct obligations of the United States of America (the "Government Obligations"). The Escrow Account will be held by Amalgamated Bank of Chicago, Chicago, Illinois (the "Escrow Agent") pursuant to an escrow agreement which irrevocably directs the Escrow Agent to make all payments of the principal or compound accreted value of and interest on the Refunded Bonds up to the respective maturity or redemption date thereof. The Escrow Account will be funded in such amounts so that the cash and the principal and interest payments received on the Government Obligations will be sufficient, without reinvestment, to pay the principal or compound accreted value of and interest on the Refunded Bonds when due or upon redemption prior to maturity.

The accuracy of (a) the mathematical computations regarding the adequacy of the maturing principal of and interest earnings on the Government Obligations together with an initial cash deposit in the Escrow Account to pay the debt service on the Refunded Bonds up to the respective maturity and redemption dates thereof and (b) the mathematical computations supporting the conclusion that the Bonds are not "arbitrage bonds" under Section 148 of the Internal Revenue Code of 1986, as amended (the "Code"), will be verified by Barthe & Wahrman, Certified Public Accountants, Bloomington, Minnesota (the "Verifier"). Such verification shall be based upon information supplied by Raymond James & Associates, Inc. (the "Underwriter").

SAVINGS

COMMUNITY UNIT SCHOOL DISTRICT #308
General Obligation Refunding School Bonds, Series 2016
FINAL NUMBERS
Revised to Show Additional Escrow Reports

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 03/01/2016 @ 3.0246447%
04/01/2017	7,516,706.26	4,349,950.00	3,166,756.26	3,115,331.90
04/01/2018	13,911,706.26	4,745,400.00	9,166,306.26	8,742,360.37
04/01/2019	12,241,706.26	4,745,400.00	7,496,306.26	6,938,431.54
04/01/2020	8,796,706.26	4,745,400.00	4,051,306.26	3,597,469.87
04/01/2021	8,821,206.26	4,745,400.00	4,075,806.26	3,510,680.34
04/01/2022	10,417,706.26	4,745,400.00	5,672,306.26	4,741,971.13
04/01/2023	13,301,956.26	6,250,400.00	7,051,556.26	5,720,280.75
04/01/2024	22,554,956.26	7,635,150.00	14,919,806.26	11,752,459.81
04/01/2025	21,758,925.00	8,691,900.00	13,067,025.00	9,983,078.37
04/01/2026	21,000,000.00	5,678,400.00	15,321,600.00	11,358,070.18
04/01/2027		4,245,150.00	(4,245,150.00)	(3,082,040.31)
04/01/2028		4,245,150.00	(4,245,150.00)	(2,990,892.39)
04/01/2029		4,245,150.00	(4,245,150.00)	(2,902,440.07)
04/01/2030		4,245,150.00	(4,245,150.00)	(2,816,603.62)
04/01/2031		17,060,150.00	(17,060,150.00)	(10,922,518.64)
04/01/2032		17,064,400.00	(17,064,400.00)	(10,599,128.22)
04/01/2033		17,065,000.00	(17,065,000.00)	(10,283,395.26)
04/01/2034		17,063,000.00	(17,063,000.00)	(9,975,007.26)
04/01/2035		17,061,000.00	(17,061,000.00)	(9,675,715.72)
04/01/2036		17,057,250.00	(17,057,250.00)	(9,384,287.05)
	140,321,575.08	175,684,200.00	(35,362,624.92)	(3,171,894.28)

Savings Summary

PV of savings from cash flow	(3,171,894.28)
Plus: Refunding funds on hand	2,264.75
Net PV Savings	(3,169,629.53)