

Mandatory Redemption

The Series 2015A Bonds maturing February 15, 2040 and February 15, 2045 (the “Series 2015A Term Bonds”) are subject to mandatory redemption as follows:

\$19,775,000 Series 2015A Term Bond	
Mandatory	
Redemption Dates	Principal
(2/15)	Amounts
2036	\$3,570,000
2037	\$3,755,000
2038	\$3,945,000
2039	\$4,145,000
2040*	\$4,360,000

\$25,395,000 Series 2015A Term Bond	
Mandatory	
Redemption Dates	Principal
(2/15)	Amounts
2041	\$4,585,000
2042	\$4,820,000
2043	\$5,065,000
2044	\$5,325,000
2045*	\$5,600,000

*Final Maturity

The particular Series 2015A Term Bonds to be redeemed shall be selected by the Paying Agent/Registrar by lot or other customary random selection method, on or before February 15 of each year in which Series 2015A Term Bonds are to be mandatorily redeemed. The principal amount of Series 2015A Term Bonds to be mandatorily redeemed in each year shall be reduced by the principal amount of such Series 2015A Term Bonds that have been purchased and canceled by the District or optionally redeemed and which have not been made the basis for a previous reduction.

Notice of Redemption

Not less than 30 days prior to a redemption date for the Bonds, the District shall cause a notice of redemption to be sent by United States mail, first class, postage prepaid, to the registered owners of the Bonds to be redeemed, in whole or in part, at the address of the registered owner appearing on the registration books of the Paying Agent/Registrar at the close of business on the business day next preceding the date of mailing such notice. ANY NOTICE SO MAILED SHALL BE CONCLUSIVELY PRESUMED TO HAVE BEEN DULY GIVEN, WHETHER OR NOT THE REGISTERED OWNER RECEIVES SUCH NOTICE. When notice of redemption has been given and due provision has been made to redeem Bonds, the Bonds or portions thereof so redeemed shall no longer be regarded as outstanding, except for the purpose of receiving payment solely from the funds provided for redemption, and interest which would otherwise accrue after the redemption date on any Bond or portion thereof called for redemption shall terminate on the date fixed for redemption.

The District reserves the right, in the case of a redemption, to give notice of its election or direction to redeem Bonds conditioned upon the occurrence of subsequent events. Such notice may state (i) that the redemption is conditioned upon the deposit of moneys and/or authorized securities, in an amount equal to the amount necessary to effect the redemption, with the Paying Agent/Registrar, or such other entity as may be authorized by law, no later than the redemption date, or (ii) that the District retains the right to rescind such notice at any time on or prior to the scheduled redemption date if the District delivers a certificate of the District to the Paying Agent/Registrar instructing the Paying Agent/Registrar to rescind the redemption notice and such notice and redemption shall be of no effect if such moneys and/or authorized securities are not so deposited or if the notice is rescinded. The Paying Agent/Registrar shall give prompt notice of any such rescission of a conditional notice of redemption to the affected Owners. Any Bonds subject to conditional redemption and such redemption has been rescinded shall remain outstanding.

Defeasance

The District reserves the right to defease the Bonds in any manner now or hereafter permitted by law.