

Intermediate District 287

Responsive. Innovative. Solutions.



Intermediate District 287

Special Meeting

Tuesday, July 19, 2011 7:30 AM

Intermediate District 287

RESPONSIVE. INNOVATIVE. SOLUTIONS

SPECIAL MEETING OF THE BOARD

Tuesday, July 19, 2011

7:30 AM @ District Service Center Board Room

AGENDA

7:30 AM – 8:30 AM

1. CALL TO ORDER
2. OPEN FORUM FOR COMMUNITY COMMENTS
3. ADMINISTRATIVE SERVICES REPORT – (30 minutes)
 3. 1. Financial Report
Janet Johnson will provide information on cash flow borrowing.
 3. 1. 1. Anticipation Certificates
4. ADJOURNMENT

**INTERMEDIATE DISTRICT 287
PLYMOUTH, MINNESOTA
BOARD OF EDUCATION**

Special Meeting – July 19, 2011

AGENDA SECTION: ADMINISTRATIVE SERVICES

ITEM: Resolution to award the sale of Aid

Anticipation Certificates

PRESENTED BY: Janet A. Johnson, Director of Finance

1. Background Information

As uncertainty continued about the adequacy of cash payments from the MN Department of Education and the impact of that on the cash requirements of the District, the District entered into discussions with its primary bank, US Bank, regarding options for cash flow borrowing. As a result of those discussions, the Board is being asked to award the sale of \$5,900,000.00 in Aid Anticipation Certificates to US Bank National Association. Final details will be provided at the meeting.

2. Fiscal Impact/Funding Source: Provides cash to cover anticipated cash deficits in FY12.

3. RECOMMENDED ACTION: The Board passes the attached resolution awarding the sale of Aid Anticipation Certificates to US Bank National Association.

Motion by: _____ Yes ____ Passed ____

Second by: _____ Yes ____ Failed ____

Abstentions: _____

CERTIFICATION OF MINUTES RELATING TO
\$5,900,000 AID ANTICIPATION
CERTIFICATES OF INDEBTEDNESS, SERIES 2011B

Issuer: Intermediate District No. 287, Plymouth, Minnesota

Governing Body: School Board

Kind, date, time and place of meeting: A special meeting held on July 19, 2011, at 7:30 a.m., at the District offices.

Members present:

Members absent:

Documents Attached:

Minutes of said meeting (including):

RESOLUTION RELATING TO \$5,900,000 AID ANTICIPATION
CERTIFICATES OF INDEBTEDNESS, SERIES 2011B; AUTHORIZING THE
ISSUANCE, AWARDED THE SALE AND ESTABLISHING THE TERMS
THEREOF

I, the undersigned, being the duly qualified and acting recording officer of the public corporation issuing the obligations referred to in the title of this certificate, certify that the documents attached hereto, as described above, have been carefully compared with the original records of said corporation in my legal custody, from which they have been transcribed; that said documents are a correct and complete transcript of the minutes of a meeting of the governing body of said corporation, and correct and complete copies of all resolutions and other actions taken and of all documents approved by the governing body at said meeting, so far as they relate to said obligations; and that said meeting was duly held by the governing body at the time and place and was attended throughout by the members indicated above, pursuant to call and notice of such meeting given as required by law.

WITNESS my hand officially as such recording officer this 19th day of July, 2011.

School District Clerk

Member _____ introduced the following resolution and moved its adoption, which motion was seconded by Member _____:

RESOLUTION RELATING TO \$5,900,000 AID ANTICIPATION
CERTIFICATES OF INDEBTEDNESS, SERIES 2011B; AUTHORIZING THE
ISSUANCE, AWARDING THE SALE AND ESTABLISHING THE TERMS
THEREOF

BE IT RESOLVED by the School Board (the Board) of Intermediate District No. 287, Plymouth, Minnesota (the District), as follows:

SECTION 1. AUTHORIZATION. It is hereby found, determined and declared that certain state aids for schools receivable by the District during the July 1, 2011 to June 30, 2012 fiscal year will not be received in time to meet necessary expenditures for the purposes for which such aids are receivable. The District is authorized, pursuant to Minnesota Statutes, Sections 126C.50 through 126C.56, to borrow money by the issuance of its aid anticipation certificates of indebtedness in a principal amount not greater than 75% of the amount of such aids receivable by the District during the 2011-2012 fiscal year and has determined to issue its Aid Anticipation Certificates of Indebtedness, Series 2011B in the amount of \$5,900,000 (the Certificates) against aids receivable for the Operating Funds. The principal amount of the Certificates issued pursuant to this resolution is within said statutory borrowing limitation.

SECTION 2. SALE. Pursuant to Minnesota Statutes, Section 126C.56, the requirements of public sale do not apply to the issuance under certain circumstances of aid anticipation certificates of indebtedness. The District has received an offer from U.S. Bank National Association, in Milwaukee, Wisconsin (the Purchaser) to purchase the Certificates at a price of \$5,900,000, with interest at the annual rate of 1.100% payable at maturity, on the further terms and conditions hereinafter set forth. Such offer is hereby accepted, and the Chairperson and Clerk are hereby authorized and directed to execute a contract on the part of the District for the sale of the Certificates to the Purchaser.

SECTION 3. CERTIFICATE TERMS. The Certificates shall be prepared under the supervision of the Clerk and shall bear interest at the rate stated in Section 2 hereof from date of issue until paid. The Certificates shall be dated July 26, 2011, shall mature on August 26, 2012, without option of prior payment, and shall be in the denomination of \$5,000 or any integral multiple thereof. Upon presentation and surrender of each Certificate, the principal amount thereof and the interest thereon shall be payable to the registered owner thereof by check or draft.

SECTION 4. EXECUTION AND DELIVERY. The Certificates shall be executed by the signatures of the Chairperson and the Clerk, provided that such signatures may be printed, engraved or lithographed facsimiles thereof. When the Certificates have been fully executed, they shall be delivered to the Purchaser upon receipt of payment of the purchase price, including accrued interest to the date of delivery. The Purchaser shall not be required to see to the application of the proceeds of the Certificates.

SECTION 5. FORM OF CERTIFICATES. The Certificates shall be prepared in substantially the following form:

UNITED STATES OF AMERICA
STATE OF MINNESOTA
HENNEPIN, COUNTY

INTERMEDIATE DISTRICT NO. 287

AID ANTICIPATION
CERTIFICATE OF INDEBTEDNESS, SERIES 2011B

R-1 \$5,900,000

<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Date of Original Issue</u>
%	August 26, 2012	July 26, 2011

REGISTERED OWNER: U.S. BANK NATIONAL ASSOCIATION

PRINCIPAL AMOUNT: FIVE MILLION NINE THOUSAND DOLLARS

Intermediate District No. 287, in Hennepin County, State of Minnesota (the School District), a duly organized and existing intermediate district, hereby acknowledges itself to be indebted and for value received, hereby promises to pay to the registered owner named above the principal amount specified above, on the maturity date specified above, without option of prior payment, with interest thereon at the rate per annum specified above, calculated on the basis of a 360-day year composed of twelve 30-day months, payable on the maturity date specified above, to the registered owner named above upon presentation and surrender of this Certificate.

This Certificate is one of an issue in the aggregate principal amount of \$5,900,000, issued pursuant to and in accordance with the Constitution and laws of the State of Minnesota thereunto enabling, including Minnesota Statutes, Sections 126C.50 through 126C.56, and pursuant to a resolution duly adopted by the School Board of the School District on July 19, 2011 (the Resolution), for the purpose of anticipating receipt of certain unpaid state aids for schools receivable by the School District for the fiscal year in which this Certificate is issued.

THE CERTIFICATES ARE NOT GENERAL OBLIGATIONS OF THE DISTRICT OR ANY MEMBER SCHOOL DISTRICT AND THE FULL FAITH AND CREDIT AND AD VALOREM TAXING POWERS OF THE DISTRICT AND ALL MEMBER SCHOOL DISTRICTS ARE NOT PLEDGED TO THE PAYMENT OF PRINCIPAL THEREOF OR INTEREST THEREON.

The Certificates have been designated by the District as “qualified tax exempt obligations” pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

IT IS HEREBY CERTIFIED, RECITED, COVENANTED AND AGREED that all acts, conditions and things required by law to be done, to exist, to happen and to be performed precedent to and in the issuance of this Certificate in order to make it a valid and binding special obligation of the School District according to its terms have been done, have happened, do exist

and have been performed in regular and due form, time and manner as required by law; and that the issuance of this Certificate does not cause the indebtedness of the School District to exceed any constitutional or statutory limitation.

IN WITNESS WHEREOF, Intermediate District No. 287, Plymouth, Minnesota, by its School Board, has caused this Certificate to be executed by the signatures of the Chairperson of the School Board and the Clerk.

INTERMEDIATE DISTRICT
NO. 287, PLYMOUTH, MINNESOTA

Clerk

Chairperson of the School Board

[end of certificate form]

SECTION 6. USE OF PROCEEDS. The proceeds of the Certificates shall be deposited in the Operating Funds of the District and shall be used solely to pay claims duly approved and allowed with respect to current operating expenses of the kinds and within the amounts provided in the official budget of the District. Such proceeds shall be recorded as liabilities of such funds, pursuant to Minnesota Statutes, Section 123B.78.

SECTION 7. DEBT SERVICE FUND. An Aid Anticipation Certificates of Indebtedness, Series 2011B Debt Service Fund (the Debt Service Fund) shall be created for the repayment of the principal of and interest on the Certificates and shall be maintained by the School District Treasurer separate and apart from all other funds of the District. There shall be credited to the Debt Service Fund any amount in excess of \$5,900,000 received by the District in the sale of the Certificates. At such time as state aids for schools distributable to the District for the current fiscal year, receipts of which are to be recorded as assets of the Operating Funds of the District pursuant to the Uniform Financial Accounting and Reporting System for Minnesota school districts, and which remain to be received, are in the amount of 105% of the principal and interest due on the Certificates issued to fund the deposit to the Operating Funds, on their maturity date, there shall be deposited in the Debt Service Fund all subsequent receipts of such aids or other moneys of the District legally available therefor, until the balance in the Debt Service Fund is sufficient to pay all principal and interest due on the Certificates at maturity. The Certificates are not general obligations of the District or any member school district and the full faith and credit and ad valorem taxing powers of the District and all member school districts are not pledged to the payment of principal thereof or interest thereon.

SECTION 8. TAX COVENANTS AND ARBITRAGE MATTERS.

8.01. Restrictive Action. The District covenants and agrees with the owners from time to time of the Certificates that it will not take, or permit to be taken by any of its officers, employees or agents, any action which would cause the interest on the Certificates to become includible in gross income for federal income tax purposes under the Internal Revenue Code of 1986, as amended (the Code), and applicable Treasury Regulations (the Regulations), and covenants to take any and all actions within its powers to ensure that the interest on the Certificates will not become includible in gross income for federal income tax purposes under the Code and the Regulations.

8.02. Statement of Capital Expenditures and Arbitrage Certificate. The Board estimates that the principal amount of the Certificates does not exceed (i) the largest amount by which working capital expenditures in the Operating Funds of the District exceed available amounts for payment thereof during the period for which such aids are anticipated and during which the Certificates will be outstanding, and (ii) the amount of a working capital reserve equal to five percent of the District's working capital expenditures in the Operating Funds for the prior fiscal year, all as contemplated by the Regulations. The District Treasurer is directed to prepare a statement of estimated capital expenditures during the period for which such aids and other funds are anticipated and during which the Certificates will be outstanding for the purpose of verifying the correctness of this estimate. In the event that such statement does not verify such estimate, the principal amount of the Certificates shall be reduced to such amount as will not exceed the

amount permitted by the Regulations. Prior to the issuance of the Certificates, the Chairperson and the Clerk, being the officers of the District charged with the responsibility for issuing the Certificates pursuant to this resolution, shall execute and deliver to the Purchaser a certificate as contemplated by the Regulations stating the facts, estimates and circumstances in existence on the date of issuance and delivery of the Certificates which indicate that the proceeds of the Certificates will not be used in a manner that would cause the Certificates to be “arbitrage bonds” within the meaning of the Code and Regulations.

8.03. Arbitrage Rebate. The District acknowledges that the Certificates are subject to the rebate requirements of Section 148(f) of the Code. The District covenants and agrees to retain such records, make such determinations, file such reports and documents and pay such amounts at such times as are required under Section 148(f) and applicable Regulations to preserve the exclusion of interest on the Certificates from gross income for federal income tax purposes, unless the Certificates qualify for an exception from the rebate requirement pursuant to one of the spending exceptions set forth in Section 1.148-7 of the Regulations and no “gross proceeds” of the Certificates (other than amounts constituting a “bona fide debt service fund”) arise during or after the expenditure of the original proceeds thereof.

8.04. Qualified Tax-Exempt Obligations. The District hereby designates the Certificates as “qualified tax-exempt obligations” for purposes of Section 265(b)(3) of the Code relating to the disallowance of interest expense for financial institutions, and hereby finds that the reasonably anticipated amount of tax-exempt obligations which are not private activity bonds (not treating qualified 501(c)(3) bonds under Section 145 of the Code as private activity bonds for the purpose of this representation) which will be issued by the District and all subordinate entities during calendar year 2011 does not exceed \$10,000,000.

SECTION 9. CERTIFICATION OF PROCEEDINGS.

9.01. County Auditor’s Registration. The Clerk is hereby authorized and directed to file a certified copy of this resolution with the County Auditor of Hennepin County and to obtain from the County Auditor a certificate that the Certificates have been duly entered upon the bond register as required by law.

9.02. Proceedings. The officers of the District and the County Auditor are hereby authorized to furnish to the Purchaser and to Dorsey & Whitney LLP, the attorneys approving the legality of the issuance of the Certificates, certified copies of any resolution of the District relating thereto, and such certificates and affidavits as to other matters appearing in their official records or otherwise known to them as may be reasonably required to evidence the legality and marketability of the Certificates. All such certified copies, certificates and affidavits, including any heretofore furnished, shall be deemed to constitute representations and recitals of the District as to the correctness of all statements contained therein.

SECTION 10. EXEMPTION FROM DISCLOSURE REQUIREMENTS. The provisions of SEC Rule 15c2-12 do not apply to the Certificates because the Certificates are issued in minimum denominations of \$100,000 and meet the other requirements of paragraph (d)(1) of Rule 15c2-12.

Upon vote being taken thereon, the following voted in favor thereof:

and the following voted against the same:

whereupon the resolution was declared duly passed and adopted.

CERTIFICATE OF HENNEPIN COUNTY AUDITOR AS TO REGISTRATION

The undersigned, being the duly qualified and acting County Auditor of Hennepin County, hereby certifies that there has been filed in my office a certified copy of a resolution of the School Board of Intermediate District No. 287 (Hennepin), Minnesota, adopted July 19, 2011, setting forth the form and details of an issue of \$5,900,000 Aid Anticipation Certificates of Indebtedness, Series 2011B of the District, to be dated originally as of July 26, 2011 (the Certificates).

I further certify that the Certificates have been entered on my bond register as required by Minnesota Statutes, Sections 475.62 and 475.63.

WITNESS my hand and official seal this _____ day of _____, 2011.

Hennepin County Auditor

(SEAL)

INTERMEDIATE DISTRICT NO. 287, MINNESOTA

\$5,900,000 Aid Anticipation Certificates of Indebtedness, Series 2011B

July 26, 2011

CLOSING INDEX

1. General Certificate
2. Certificate Resolution
3. County Auditor's Certificate as to Registration (Hennepin County)
4. Signature, No-Litigation, Arbitrage Certificate and Purchase Price Receipt
5. Certificate of Purchaser (U.S. Bank National Association)
6. IRS Form 8038-G
7. Commissioner's Certificate as to Aids
8. Specimen Certificate
9. Opinion of Bond Counsel (Dorsey & Whitney LLP)

SIGNATURE, NO-LITIGATION AND ARBITRAGE
CERTIFICATE AND PURCHASE PRICE RECEIPT

The undersigned, being the Chairperson of the School Board and the School District Clerk of Intermediate District No. 287, Minnesota (the District), hereby certify:

1. We have caused facsimiles of our true and correct signatures to be affixed to \$5,900,000 Aid Anticipation Certificates of Indebtedness, Series 2011B, dated as of July 26, 2011 (the Certificates). The Certificates are issuable in any denomination that is an integral multiple of \$5,000 and mature, bear interest and are payable as set forth in the resolution adopted by the School Board on July 19, 2011 (the Resolution), authorizing their issuance. The Resolution has not been amended or repealed. We are now and were on the date of execution of the Certificates, the duly qualified and acting officers indicated therein and duly authorized to execute the Certificates.

2. The Certificates have been in all respects duly executed for delivery pursuant to authority conferred upon us as such officers. No obligations other than the Certificates have been issued pursuant to such authority. None of the proceedings or records that have been certified to the purchaser of the Certificates as shown in the Resolution (the Purchaser) or to Dorsey & Whitney LLP, the attorneys approving the legality of the issuance of the Certificates, has been in any manner repealed, amended or changed. There has been no material change in the financial condition of the District or the circumstances affecting the Certificates.

3. There is no litigation threatened or pending questioning the organization or boundaries of the District or the right of either of us to our respective offices, or in any manner questioning our right and power to execute and deliver the Certificates, or otherwise questioning the validity of the Certificates.

4. The undersigned hereby certify and acknowledge on the date hereof the District received the purchase price from the Purchaser as set forth in paragraph 5(c) and thereupon directed the Certificates to be delivered to the Purchaser.

5. On the basis of the following facts, estimates and circumstances in existence on the date hereof, it is not expected that the proceeds of the Certificates will be used in a manner that would cause the Certificates to be "arbitrage bonds" within the meaning of applicable provisions of Section 148 of the Internal Revenue Code of 1986, as amended (the Code), and the Treasury Regulations promulgated thereunder (the Regulations), this same covenant being made in the Resolution; such facts, estimates and circumstances being as follows:

(a) The Certificates are issued in anticipation of the collection of unpaid state aids for schools receivable by the District in the July 1, 2011 to June 30, 2012 fiscal year and the proceeds of the Certificates will be expended for the school purposes for which such aids are receivable. The Certificates will be dated, as originally issued, as of July 26, 2011 and will mature August 26, 2012.

(b) The Certificates are not issued in an amount greater than (i) the amount by which working capital expenditures in the Operating Funds of the District are expected to

exceed available amounts for payment thereof during the period for which such aids are anticipated and during which the Certificates will be outstanding (\$7,522,260 on July 1, 2012), plus, (ii) the amount of a working capital reserve equal to five percent of the District's actual working capital expenditures in the Operating Funds for its previous fiscal year (\$3,487,600). Exhibit A attached hereto contains an estimate of working capital expenditures and available amounts for payment thereof in the Operating Funds of the District from July 2011 through September 2012. Pursuant to Minnesota Statutes, Sections 123B.78, Subdivision 4 and 123B.79, Subdivision 1, there are no other amounts which may be invaded to pay the anticipated working capital deficit of the funds for which the Certificates are issued without a legislative, judicial or contractual requirement that such amounts be reimbursed.

(c) The District will receive \$5,900,000 from the Purchaser for the principal of the Certificates, no interest having accrued to the date hereof. Of that amount \$5,894,500 will be used for the purposes described in paragraph (a) above, \$5,500 will be used to pay costs of issuance of the Certificates (representing costs of legal services) and \$0 will be deposited in the Aid Anticipation Certificates of Indebtedness, Series 2011B Debt Service Fund established by the Resolution for payment of the Certificates at maturity (the Fund).

(d) Pursuant to Section 1.148-2(e)(3)(i) of the Regulations, the maximum amount of an issue of aid anticipation certificates that might qualify within the arbitrage regulations for investment for a temporary period so as to permit the yield on such amount to be materially higher than the yield on such aid anticipation certificates (the Bond Yield) is an amount not less than the amount of the Certificates and, therefore, the proceeds of the Certificates may be invested at a materially higher yield as that terminology is used and defined in the Regulations.

(e) No reserve fund is being created for the Certificates and the sums in the Fund will be used for that purpose within a thirteen month period from the date of deposit therein since the Certificates mature within thirteen months from date of issue. It is expected that the Fund will qualify as a "bona fide debt service fund" as defined in Section 1.148-1(b) of the Regulations and will qualify for the thirteen month temporary period for investment at a materially higher yield provided by Section 1.148-2(e)(5)(ii) of the Regulations.

(f) In Sections 11.01 and 11.03 of the Resolution the District has covenanted and agreed with the registered owner of the Certificates that it will not take or permit to be taken by any of its officers, employees or agents any action that would cause the interest on the Certificates to become subject to taxation under the Code and applicable Treasury Regulations and has also covenanted and agreed to retain such records, make such determinations, file such reports and documents and pay such amounts at such times as are required under Section 148(f) of the Code and applicable Regulations to preserve the exclusion of interest on the Certificates from gross income for federal income tax purposes, and to comply with the other provisions of Section 148(f) of the Code and applicable Regulations..

(g) The Certificates are not “hedge bonds” as defined in Section 149(g) of the Code. The District expects to spend not less than 85% of the spendable proceeds of the Certificates within three years after the date hereof for the purposes for which the Certificates are issued and less than 50% of the proceeds of the Certificates are invested in nonpurpose investments having a substantially guaranteed yield for four years or more.

(h) There are no other governmental obligations of the District: (i) sold at substantially the same time as the Certificates; (ii) sold pursuant to the same plan of financing with the Certificates; and (iii) reasonably expected to be paid from substantially the same source of funds as the Certificates.

(i) We are the officers of the District charged with the responsibility for issuing the Certificates and to the best of our knowledge and belief, the expectations of the District, as set forth above, are reasonable and there are no other facts, estimates or circumstances that would change this conclusion.

7. The Bond Yield has been calculated, as provided in Section 1.148-4(b) of the Regulations, as that discount rate which when used in computing the present value as of the issue date of all unconditionally payable payments of principal, interest and fees paid or reasonably expected to be paid for qualified guarantees on the Certificates, produces an amount which is equal to the present value, using the same discount rate, of the aggregate issue price thereof. The “issue price” of the Certificates is \$5,900,000, which is the initial offering price of the Certificates to the public. Utilizing this methodology and semiannual compounding, the Bond Yield is 1.0964%. The price at which the Certificates will be initially reoffered for sale is set forth in the Certificate of Purchaser.

[Signature page to the Signature, No-Litigation,
Arbitrage Certificate and Purchase Price Receipt]

Dated: July 26, 2011.

INTERMEDIATE DISTRICT NO. 287,
MINNESOTA

By _____
Chairperson of the School Board

And _____
School District Clerk

EXHIBIT A

Minnesota Tax and Aid Anticipation Borrowing Program Summer 2011B Aid Anticipation Certificates Cash Flow Borrowing Worksheet					
School District: 0		ISD #: 0			
Actual Cash Expenditures from Fiscal Year 2010/2011 Fund # 1 Fiscal Year 2010/2011 Expenditures \$69,226,164.69 Fund # 2 Fiscal Year 2010/2011 Expenditures \$282,643.34 Fund # 4 Fiscal Year 2010/2011 Expenditures \$243,199.17 TOTAL \$69,752,007.20			Please indicate Fund numbers included in 2011/2012 cashflow. Fund # 1 _____ Fund # 2 _____ Fund # 3 _____		Quick Estimate of Federal Borrowing Limit 5% of 2010/2011 Expenditures \$ 3,487,600 Amount of Largest Negative Monthly Cash Balance 7,522,260 Estimated Borrowing Limit \$ 11,009,860
Note: You may fill out a separate data sheet for Fund 01 or you may combine Fund 01 with any of the other two operating funds. Include only cash spent, not journal entries or accruals. Do not include debt service receipts or disbursements.					
<i>Do not calculate investment earnings in your records</i> Remember to include repayment of your current outstanding certificates as a disbursement					
Month	Estimated Receipts (a)	Certificate(s) Payments (if any) (b)	Other Disbursements (c)	TOTAL Disbursements (d = b + c)	Ending Balance (e = ending balance + a - d)
Jun-11		(enter payments & disbursements as a positive number)			2,503,295.10
Jul-11	3,453,153.31		7,188,721.99	7,188,721.99	(1,232,273.58)
Aug-11	8,297,652.98		2,380,511.30	2,380,511.30	4,684,868.10
Sep-11	8,277,991.72	3,653,223.89	5,778,000.00	9,431,223.89	3,531,635.92
Oct-11	7,404,063.62		7,404,000.00	7,404,000.00	3,531,699.54
Nov-11	4,466,196.39		7,225,000.00	7,225,000.00	772,895.93
Dec-11	6,641,210.21		6,501,000.00	6,501,000.00	913,106.13
Jan-12	5,547,499.98		6,534,000.00	6,534,000.00	(73,393.89)
Feb-12	4,457,202.00		6,275,000.00	6,275,000.00	(1,891,191.89)
Mar-12	4,469,087.40		6,310,000.00	6,310,000.00	(3,732,104.49)
Apr-12	6,979,118.39		5,821,000.00	5,821,000.00	(2,573,986.11)
May-12	7,847,001.85		5,901,000.00	5,901,000.00	(627,984.26)
Jun-12	5,895,032.51		9,922,000.00	9,922,000.00	(4,654,951.75)
Jul-12	3,393,691.62		6,261,000.00	6,261,000.00	(7,522,260.13)
Aug-12	7,611,131.78		3,801,504.13	3,801,504.13	(3,712,632.48)
Sep-12	7,705,089.76		5,863,000.00	5,863,000.00	(1,870,542.73)
Total	92,445,123.49	3,653,223.89	93,165,737.42	96,818,961.31	(14,457,115.66)
I have reviewed and understand the cash flow projection guidelines and instructions and the above represents the District's reasonable expectations:					
Certified on: <u>7/14/11</u> Date		By: <u>Janet A. Johnson</u> Director of Finance Name Title			



CERTIFICATE OF PURCHASER

The undersigned officer of U.S. Bank National Association, in Milwaukee, Wisconsin, which has purchased the \$5,900,000 Aid Anticipation Certificates of Indebtedness, Series 2011B (the Certificates), of Intermediate District No. 287, Minnesota, originally dated July 26, 2011, hereby certifies:

1. We have sufficient knowledge and experience in financial and business matters, including purchase and ownership of municipal and other tax-exempt obligations, to be able to evaluate the risks and merits of the investment represented by the purchase of the above stated principal amount of Certificates.

2. We understand that the Certificates are payable as to principal and interest from the proceeds of state school aids receivable by the District for the school year ending June 30, 2012.

3. We acknowledge that no offering document relating to the Certificates has been furnished, but that we have either been supplied with or have had access to information, including financial statements and other financial information, to which a reasonable investor would attach significance in making investment decisions, and we have had the opportunity to ask questions and receive answers from knowledgeable individuals concerning the District, the Certificates and the security therefore.

4. We represent that the Certificates of each maturity were reoffered to the public at par or that we are purchasing the Certificates for our own account and not for resale or other distribution thereof.

Dated: July 26, 2011.

U.S. BANK NATIONAL ASSOCIATION

By _____

Its _____