

March 18, 2021

Jay Jurens
New Hampton Community School District
710 West Main Street
New Hampton, IA 50659

Dear Mr. Jurens:

Thank you for the opportunity to provide arbitrage rebate services to New Hampton Community School District ("District"). This letter outlines my understanding of the project.

SCOPE

We will perform an arbitrage rebate calculation for the following bonds at each required five-year installment date:

- New Hampton Community School District, Iowa
\$9,415,000 General Obligation School Bonds
Series 2018

PROCEDURES

We will perform the following procedures:

- Review of bond documentation (Official Statement, Tax Exemption Certificate, investment information, IRS Form 8038-G, etc.).
- Determine the bond yield.
- Compute the rebate amount (based upon the net future value of the non-purpose investments or the "cash flow method") for the Escrow Fund established from proceeds of the surplus levy for the purpose of redeeming a portion of the bonds.
- Work closely with bond counsel and the underwriter to resolve any questions which may arise.
- Review the fund operation for each bond issue.

REPORTS

We will prepare the following reports:

- Summary report - describes procedures performed and the amount of any rebate owed.
- Arbitrage rebate report - includes details of all transactions, sources of information, assumptions, as well as the calculation.
- IRS Form 8038-T - prepare the proper IRS Form if any rebate is owed and paid at this time.

DISTRICT'S RESPONSIBILITIES

The District is responsible for providing the Consulting Group with the documentation necessary to complete the calculation. This would include bond documentation (Official Statement, Tax Exemption Certificate, IRS Form 8038-G, etc.), as well as expenditure and investment information (trust statements/activity summary by fund, investment summary, disposition of bond proceeds, etc.). In determining the rebate amount for the Bonds, we will rely on the information provided by you without independent verification. We will retain copies of the records you have supplied us, along with our work papers for your engagement. However, our work papers and files are not a substitute for the original records of the client.

FEES

Our fees for the project will be as follows, plus actual out-of-pocket expenses (delivery charges, etc.):

<u>Initial Calculation Period</u>	<u>Fee</u>
1-2 Years	\$2,500
or	
3-5 Years	\$3,500

<u>Additional Calculation Period *</u>	<u>Fee</u>
1-3 Years	\$2,000

* We would only complete if necessary (i.e. if the escrow period extends past the required five-year installment date).

This fee is dependent on the availability, quality, and completeness of the records noted above and will be due within 30 days of completion of the project. If unexpected problems arise which are beyond the scope of our work and would affect our fee quote we would discuss these with you and obtain the necessary authorization from you before performing any additional procedures.

We look forward to working with New Hampton Community School District on this project and appreciate this opportunity to serve you.

Sincerely,

BERENS-TATE CONSULTING GROUP



Chris D. Berens

If you agree with the services outlined in this letter, please sign in the space provided below and return a copy to me.

Accepted by: _____

Date: _____