

March 16, 2017

New Hampton Community School District
Attn: Board of Directors, Jay Jurens & Bob Ayers
710 W Main
New Hampton IA 50659-1004

Dear Board, Jay & Bob –

I am writing to discuss the disclosure obligations that will become effective after your upcoming sale of bonds. SEC's rule 15c2-12 (the "Rule") states that an underwriter cannot purchase bonds from an issuer unless the issuer has agreed to undertake to provide annual information to the market. There is a minor exemption to the rule for issuers that issue less than \$1 million per issue of securities. You will not be able to meet this exception on the bonds you are selling now.

Because an underwriter cannot enter into an agreement to purchase the bonds without the issuer's consent to comply with the rule, an issuer must agree to provide continuing disclosure in order to sell its bonds.

For the new issue of bonds, you will agree to provide annual audit as well as certain information contained in the official statement by April 15th following each fiscal year until the bonds are retired. The information to be provided will be similar to the Appendix A that appears in the official statement. In addition, there are certain "material events" that require immediate notification (such as a missed payment on the bonds).

Additionally, the SEC required that all filings be made to its Electronic Municipal Market Access ("EMMA") system. While electronic filing is not new to the municipal bond industry, the new part is that all documents filed must be filed in a word-searchable .pdf format.

While the Rule was recently amended by the SEC, the Rule has been in effect now for two decades, during which time some issuers have already had ongoing filing responsibilities. As a normal course of business, for approximately the past ten years, we have provided "continuing disclosure dissemination" service to our clients in Iowa, and we plan to continue doing so in the future. Essentially, we will prepare all information required to be provided, with your input, and submit it to EMMA and anyone else required to receive such information. We will submit a copy of your audit at the same time.

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We provide this service for an annual fee of \$1,250 per security class of bonds outstanding. We do not charge a fee for continuing disclosure filings completed in a year in which a bond of that class is sold with Piper Jaffray as underwriter. In addition, in the event that you notify us of a material event, a filing fee of \$250 per event shall be charged.

If you are interested in this service, we will be glad to contract to act as dissemination agent. I have enclosed a form of agreement for your review and comment. You will have an obligation to disclose at fiscal year-end 2017. It is customary that, in the initial year in which a bond issue is sold, there is no fee to file the bond official statement as well as the audit.

If this is something that you are interested in, please let us know before the bonds are sold. If you have questions, please do not hesitate to contact me at (800)333-6008 or matthew.r.gillaspie@pjc.com.

Very truly yours,

VIA E-mail

Matthew R. Gillaspie
Managing Director