

**WARREN COUNTY SCHOOL DISTRICT**  
**Series of 2014**  
**Comparison of QZAB vs. Tax Exempt Bond Issue**

|   | OPTION 1                      | OPTION 2             |                         |
|---|-------------------------------|----------------------|-------------------------|
|   | Est. Tax Exempt<br>Bond Issue | Est. Taxable<br>QZAB | Est. Benefit<br>Of QZAB |
| Estimated Project Proceeds Available to District: | 8,255,514                     | 8,256,283            |                         |
| <b>Borrowing Amount:</b>                          | 8,485,000                     | 8,449,000            |                         |
| <b>PLUS:</b> Estimated Interest:                  | 6,333,233                     | 3,703,478            |                         |
| <b>LESS:</b> Estimated Sinking Fund Earnings:     | 0                             | (192,200)            |                         |
| <b>LESS:</b> Estimated State Aid:                 | 0                             | 0                    |                         |
| Total Local Effort (Principal + Interest):        | 14,818,233                    | 11,960,278           | <b>2,857,955</b>        |
| <b>Assumptions</b>                                |                               |                      |                         |
| Est. Amortization:                                | 22 Years                      | 22 Years             |                         |
| Est. Interest Rate:                               | 3.70%                         | 2.00%                |                         |
| Est. Subsidy:                                     | 0.00%                         | 0.00%                |                         |
| Est. Sinking Fund Investment Rate:                | 0.00%                         | 2.00%                |                         |

\* Assumes a bid price of 100.00%