

ADDENDUM

Date of Addendum: May 21, 2026

Addendum to Preliminary Official Statement

Dated: April 30, 2026



Mount Vernon Community School District, Iowa

\$4,195,000* School Infrastructure Sales, Services & Use Tax Revenue Bonds, Series 2026

Section **CERTAIN BONDHOLDERS' RISKS** – (Page 5 of the Preliminary Official Statement is amended to insert the following after Legislative Revisions of the Act and before Legislative Change Related to School Choice):

Recent Legislative Revision of the Tax

On May 3, 2026, the General Assembly enacted Senate File 2472 (“SF2472”). The Governor signed SF2472 into law on May 18, 2026. SF2472 accelerates the diversion of Tax Revenues to the Property Tax Equity Relief fund (“PTR”) from its current rate of seven and one tenth percent (7.1%) to twelve and one-half percent (12.5%) for fiscal year beginning July 1, 2026; to fifteen percent (15%) for fiscal year beginning July 1, 2027; to seventeen and one-half percent (17.5%) for fiscal year beginning July 1, 2028; to twenty-two and one-half percent (22.5%) for fiscal year beginning July 1, 2029; to twenty-five percent (25%) for fiscal year beginning July 1, 2030 and each year thereafter. SF2472 also extends the Tax from January 1, 2051 to January 1, 2071. The effects of the accelerated transfer of Tax revenues to the PTR fund may result in school districts receiving less Tax Revenues and may affect the Issuer’s ability to make timely payment of principal and interest on the Bonds. See “**CERTAIN BONDHOLDERS’ RISKS – Estimated Tax Revenues**”, “**CERTAIN BONDHOLDERS’ RISKS – Enrollment Trends**”, “**CERTAIN BONDHOLDERS’ RISKS – Economic Conditions**”, “**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**”, **Tables I and II** of “**ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS**”: “**ESTIMATED FUTURE SALES, SERVICES AND USE TAX RECEIPTS**”, and **ESTIMATED DEBT SERVICE AND COVERAGE ON THE BONDS**” herein.

Section **SECURITY AND SOURCE OF PAYMENT FOR THE BONDS** (Page 10 of the Preliminary Official Statement) is amended in full to read:

SECURITY AND SOURCE OF PAYMENT FOR THE BONDS

The Tax; Collection and Remittance of the Tax

Authorization

In 1998, the school districts in Iowa were allowed to implement on a county-by-county basis a \$0.01 school infrastructure local option sales and services tax, pursuant to Iowa Code Chapter 423E, to be used for school infrastructure purposes, for ten-year periods. In 2008, the Iowa Legislature adopted the Act, which replaced the Prior Tax with a statewide \$0.01 school infrastructure sales, services and use tax. Under the Act, all Prior Taxes were repealed on July 1, 2008, in favor of the new Tax to be imposed through December 31, 2029. After July 1, 2008, the use of Tax Revenues received by each school district is governed by a RPS which must be approved by voters of a school district.

On May 3, 2026, the Legislature enacted Senate File 2472 (“SF2472”). The Governor signed SF2472 into law on May 18, 2026. SF2472 accelerates the diversion of Tax Revenues to PTR from its current rate of seven and one tenth percent (7.1%) to twenty-five percent (25%) by the fiscal year beginning July 1, 2030, with each yearly increase occurring in a non-linear gradual percentage, and extends the sunset of the Tax from January 1, 2051 to January 1, 2071.

On November 5, 2019, voters in the school district approved the current RPS, which expires when the Tax is anticipated to sunset on January 1, 2071. The Project is an authorized school infrastructure project under the RPS.

Issuance of Bonds

Under provisions of the Act, school corporations are authorized to issue sales tax revenue bonds payable from Tax Revenues. A school district receiving Tax Revenues may issue bonds in anticipation of the receipt of Tax Revenues and may pledge irrevocably an amount of Tax Revenues for each of the years the bonds remain outstanding to the payment of such bonds. Bonds may be issued only for one or more of the purposes set forth in the RPS as approved by the electors of the Issuer. Prior to the issuance of sales tax revenue bonds, school districts must hold a public hearing on the proposal to issue such bonds and must publish a notice of hearing not less than ten (10) nor more than twenty (20) days prior to such hearing. If a valid petition is received prior to fifteen (15) days after the public hearing requesting an election on the issuance of the bonds, the school district must either submit the question of issuing the bonds to an election of the voters or abandon the issuance of bonds.

The hearing on the issuance of the Bonds and the use of Tax Revenues for the infrastructure project was held on February 9, 2026. No petition was received requesting an election on the issuance of the Bonds or on the use of Tax Revenues for the project.

Imposition and Collection

The Tax is imposed on the same basis as the State of Iowa’s (the “State”) other sales, services and use taxes under Iowa Code Chapter 423, subchapters II and III. See “Legislative Revisions of the Act” included in “**CERTAIN BONDHOLDERS’ RISKS**”.

The Tax is collected by the retailers in the State and remitted at the end of each calendar month to the State. The Department remits the Tax to the school corporations on the last day of the next month. The Act requires the Department to, annually prior to August 15, estimate the amount of revenue that would be remitted to the school corporations for the fiscal year beginning each July 1. The Department transfers monthly to each school corporation the actual amount of Tax Revenue remitted to the Department attributable to the school corporation from the preceding month.

The Tax is remitted to each school corporation in the State based on actual enrollment for the fiscal year in question. The actual enrollment for a fiscal year is determined by a count of those students registered to attend the school corporation as of the previous October 1, or the Monday following if October 1 is on a Saturday or Sunday (as amended from time to time in the future by the Legislature). Each school corporation receives an equal amount of revenue from the Tax, per student, and all taxes collected under the Tax will be remitted to each school corporation based on their actual enrollment as a percentage of the total enrollment in the State.

With the extension of the Tax from December 31, 2029, to January 1, 2051, a change to the calculation of the remittance to schools was made. Previously, an annual allocation of 2.1% of available revenues were diverted to the PTR. Effective July 1, 2019, that amount increased to 3.1% and allows for an annual increase of 1.0% each subsequent year if the growth in total Tax revenues per year exceed 2.0%. For example, if Fiscal Year 2020 Tax revenues actually grew at 4.0%, there would be a 1.0% increase in the distribution amount to the PTR fund, making that amount 4.1% instead of 3.1% and passing on to the schools 3.0% instead of 4.0% growth. In any given year, if the annual growth of the Tax revenues is less than 2.0%, no additional amount will be diverted to the PTR fund. The maximum amount of Tax dollars that could be diverted was 30.0%. The amounts diverted now to the PTR fund are divided among schools in two categories: one portion being shared by schools above the statewide average base tax levy rate, and the other portion shared by all schools equally. The 2019 legislation also created a category of annual competitive grant funds that will be administered through the State Department of Education for career academy infrastructure and equipment. The fund was established with \$1.0 million available in FY2020, and the fund may grow when the prior fiscal year’s growth rate exceeds 2.5%. The maximum annual amount that could be diverted in the future to this career academy fund would be \$5.0 million.

For the fiscal year beginning July 1, 2026, the equity transfer percentage will be twelve and one-half percent (12.5%); for the fiscal year beginning July 1, 2027, the equity transfer percentage will be fifteen percent (15%); for the fiscal year beginning July 1, 2028, the equity transfer percentage will be seventeen and one-half percent (17.5%); for fiscal year beginning July 1, 2029, the equity transfer percentage will be twenty-two and one-half percent (22.5%); and for fiscal year beginning July 1, 2030, and each fiscal year thereafter, the equity transfer percentage will be twenty-five percent (25%).

Section **ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS** (Page 10 of the Preliminary Official Statement) is amended in full to read:

**ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS
(1)**

Table I: Assuming No Growth in Statewide Revenues & No Enrollment Changes (4)

Fiscal Year	Total SAVE Revenues (2)	Amount to Career Academies	Amount to “PTR” Fund	Amount of School Distribution	Statewide Certified Enrollment (3)	Average Revenue Per Student (5)(6)
6/30/26	707,943,964	5,000,000	50,264,021	652,679,943	480,665	1,357.87
6/30/27	707,943,964	5,000,000	88,492,996	614,450,969	473,329	1,298.15
6/30/28	707,943,964	5,000,000	106,191,595	596,752,370	473,329	1,260.75
6/30/29	707,943,964	5,000,000	123,890,194	579,053,771	473,329	1,223.36
6/30/30	707,943,964	5,000,000	159,287,392	543,656,572	473,329	1,148.58
6/30/31 & thereafter	707,943,964	5,000,000	176,985,991	525,957,973	473,329	1,111.19

- (1) Effective July 1, 2026 the Tax expires January 1, 2071 and schools will receive revenues for only one-half of Fiscal Year 2071
- (2) Assumes no Change in Statewide SAVE Revenues for Fiscal Year 2026
- (3) No Change in enrollment from the October 1, 2025 Certified Enrollment Count
- (4) Revenue calculations are provided on an accrual basis and not cash basis.
- (5) Fiscal Year 2026 average revenue per pupil estimate as provided by the Iowa Department of Education.
- (6) Fiscal Years 2027 - 2031 average revenue per pupil estimate is calculated as of the Amount of School Distribution divided by October 1, 2025 certified enrollment.

Table II: Assuming Growth in Statewide Revenues & No Enrollment Changes - using current enrollment (1) (2)

Fiscal Year	Total SAVE Revenues	Amount to Career Academies	Amount To PTR	Amount To Schools (1)	Total Enrollment (3)	Average Per Student (5)
6/30/27	725,217,797	5,000,000	90,652,225	629,565,572	473,329	1,330.08
6/30/28	742,913,111	5,000,000	111,436,967	626,476,145	473,329	1,323.55
6/30/29	761,040,191	5,000,000	133,182,033	622,858,158	473,329	1,315.91
6/30/30	779,609,572	5,000,000	175,412,154	599,197,418	473,329	1,265.92
6/30/31	798,632,046	5,000,000	199,658,011	593,974,034	473,329	1,254.89
6/30/32	818,118,667	5,000,000	204,529,667	608,589,001	473,329	1,285.76
6/30/33	838,080,763	5,000,000	209,520,191	623,560,572	473,329	1,317.39
6/30/34	858,529,934	5,000,000	214,632,483	638,897,450	473,329	1,349.79
6/30/35	879,478,064	5,000,000	219,869,516	654,608,548	473,329	1,382.99
6/30/36	900,937,329	5,000,000	225,234,332	670,702,997	473,329	1,416.99
6/30/37	922,920,199	5,000,000	230,730,050	687,190,150	473,329	1,451.82
6/30/38	945,439,452	5,000,000	236,359,863	704,079,589	473,329	1,487.50
6/30/39	968,508,175	5,000,000	242,127,044	721,381,131	473,329	1,524.06
6/30/40	992,139,774	5,000,000	248,034,944	739,104,831	473,329	1,561.50
6/30/41	1,016,347,985	5,000,000	254,086,996	757,260,989	473,329	1,599.86
6/30/42	1,041,146,876	5,000,000	260,286,719	775,860,157	473,329	1,639.15
6/30/43	1,066,550,860	5,000,000	266,637,715	794,913,145	473,329	1,679.41
6/30/44	1,092,574,701	5,000,000	273,143,675	814,431,025	473,329	1,720.64
6/30/45	1,119,233,523	5,000,000	279,808,381	834,425,142	473,329	1,762.88
6/30/46	1,146,542,821	5,000,000	286,635,705	854,907,116	473,329	1,806.16
6/30/47	1,174,518,466	5,000,000	293,629,617	875,888,850	473,329	1,850.48
6/30/48	1,203,176,717	5,000,000	300,794,179	897,382,537	473,329	1,895.89
6/30/49	1,232,534,229	5,000,000	308,133,557	919,400,671	473,329	1,942.41
6/30/50	1,262,608,064	5,000,000	315,652,016	941,956,048	473,329	1,990.06
6/30/51	1,293,415,700	5,000,000	323,353,925	965,061,775	473,329	2,038.88
6/30/52	1,324,975,044	5,000,000	331,243,761	988,731,283	473,329	2,088.89
6/30/53	1,357,304,435	5,000,000	339,326,109	1,012,978,326	473,329	2,140.11
6/30/54	1,390,422,663	5,000,000	347,605,666	1,037,816,997	473,329	2,192.59
6/30/55	1,424,348,976	5,000,000	356,087,244	1,063,261,732	473,329	2,246.35
6/30/56	1,459,103,091	5,000,000	364,775,773	1,089,327,318	473,329	2,301.41
6/30/57	1,494,705,206	5,000,000	373,676,302	1,116,028,905	473,329	2,357.83
6/30/58	1,531,176,013	5,000,000	382,794,003	1,143,382,010	473,329	2,415.62
6/30/59	1,568,536,708	5,000,000	392,134,177	1,171,402,531	473,329	2,474.81
6/30/60	1,606,809,004	5,000,000	401,702,251	1,200,106,753	473,329	2,535.46
6/30/61	1,646,015,143	5,000,000	411,503,786	1,229,511,357	473,329	2,597.58
6/30/62	1,686,177,913	5,000,000	421,544,478	1,259,633,435	473,329	2,661.22
6/30/63	1,727,320,654	5,000,000	431,830,163	1,290,490,490	473,329	2,726.41
6/30/64	1,769,467,278	5,000,000	442,366,819	1,322,100,458	473,329	2,793.19
6/30/65	1,812,642,279	5,000,000	453,160,570	1,354,481,710	473,329	2,861.60
6/30/66	1,856,870,751	5,000,000	464,217,688	1,387,653,063	473,329	2,931.69
6/30/67	1,902,178,397	5,000,000	475,544,599	1,421,633,798	473,329	3,003.48
6/30/68	1,948,591,550	5,000,000	487,147,888	1,456,443,663	473,329	3,077.02
6/30/69	1,996,137,184	5,000,000	499,034,296	1,492,102,888	473,329	3,152.36
6/30/70	2,044,842,931	5,000,000	511,210,733	1,528,632,199	473,329	3,229.53
6/30/71	1,047,368,549	5,000,000	261,842,137	780,526,412	473,329	1,649.01

- (1) Effective July 1, 2026 the Tax expires January 1, 2071 and schools will receive revenues for only one-half of FY2071
- (2) The assumption for growth in retail sales is based on an estimated growth rate of 2.44%. The statewide average percentage increases on a 25-year, 10-year, and 5-year historical basis were 2.44%, 2.966%, and 4.62% respectively.
- (3) For Fiscal Years after 2027, there is no Change in statewide enrollment from the October 1, 2025 Certified Enrollment Count
- (4) Revenue calculations are provided on an accrual basis and not cash basis.
- (5) Fiscal Year 2027 - 2031 average revenue per pupil estimate is calculated by dividing the Amount to School Distribution by the October 1, 2025 certified enrollment.

Section **ESTIMATED FUTURE SALES, SERVICES & USE TAX RECEIPTS** (Page 12 of the Preliminary Official Statement) is amended in full to read:

ESTIMATED FUTURE SALES, SERVICES & USE TAX RECEIPTS – WITHOUT ENROLLMENT GROWTH

Fiscal Year <u>Ending</u>	Estimated <u>Collection (1) (3)</u>	Estimated <u>Collection (2) (3)</u>
6/30/26	1,466,907	1,466,907
6/30/27	1,408,619	1,443,269
6/30/28	1,355,438	1,422,951
6/30/29	1,303,004	1,401,574
6/30/30	1,211,867	1,335,673
6/30/31	1,172,415	1,324,029
6/30/32	1,172,415	1,356,608
6/30/33	1,172,415	1,389,981
6/30/34	1,172,415	1,424,168
6/30/35	1,172,415	1,459,190
6/30/36	1,172,415	1,495,066
6/30/37	1,172,415	1,531,818
6/30/38	1,172,415	1,569,466
6/30/39	1,172,415	1,608,033
6/30/40	1,172,415	1,647,541
6/30/41	1,172,415	1,688,013
6/30/42	1,172,415	1,729,472
6/30/43	1,172,415	1,771,943
6/30/44	1,172,415	1,815,451
6/30/45	1,172,415	1,860,020
6/30/46	1,172,415	1,905,676
6/30/47	1,172,415	1,952,446
6/30/48	1,172,415	2,000,358
6/30/49	1,172,415	2,049,439
6/30/50	1,172,415	2,099,717
6/30/51	1,172,415	2,151,222
6/30/52	1,172,415	2,203,984
6/30/53	1,172,415	2,258,033
6/30/54	1,172,415	2,313,401
6/30/55	1,172,415	2,370,120
6/30/56	1,172,415	2,428,223
6/30/57	1,172,415	2,487,743
6/30/58	1,172,415	2,548,716
6/30/59	1,172,415	2,611,177
6/30/60	1,172,415	2,675,162
6/30/61	1,172,415	2,740,707
6/30/62	1,172,415	2,807,853
6/30/63	1,172,415	2,876,636
6/30/64	1,172,415	2,947,098
6/30/65	1,172,415	3,019,279
6/30/66	1,172,415	3,093,222
6/30/67	1,172,415	3,168,968
6/30/68	1,172,415	3,246,563
6/30/69	1,172,415	3,326,051
6/30/70	1,172,415	3,407,479
6/30/71	586,207	1,745,447

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- (1) Assumes revenue per pupil as outlined in “ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table I – Assuming No Growth in Statewide Revenues & No Enrollment Changes” herein.
 - (2) Assumes revenue per pupil increase as outlined in “ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table II – Assuming Growth in Statewide Revenues & No Enrollment Changes – using current enrollment” herein
 - (3) Future revenue estimates assume a decrease in certified student count of 10 per year for Fiscal Years 2028-2030, and stagnant thereafter.

Section **ESTIMATED DEBT SERVICE AND COVERAGE ON THE BONDS** (Page 13 of the Preliminary Official Statement) is amended in full to read:

ESTIMATED DEBT SERVICE AND COVERAGE ON THE BONDS

Assuming Flat Enrollment

Fiscal year	Combined		Estimated	Estimated		Estimated	Estimated
<u>Ending</u>	<u>P&I (1)</u>		<u>Collection (2) (3)</u>	<u>Coverage (1) (2) (3)</u>		<u>Collection (2) (4)</u>	<u>Coverage (1) (2) (4)</u>
6/30/27	898,270		1,408,619	1.58		1,443,269	1.62
6/30/28	910,381		1,355,438	1.49		1,422,951	1.56
6/30/29	619,750		1,303,004	2.10		1,401,574	2.26
6/30/30	618,750		1,211,867	1.96		1,335,673	2.16
6/30/31	616,750		1,172,415	1.90		1,324,029	2.15
6/30/32	618,750		1,172,415	1.89		1,356,608	2.19
6/30/33	619,500		1,172,415	1.89		1,389,981	2.24
6/30/34	619,000		1,172,415	1.89		1,424,168	2.30
6/30/35	617,250		1,172,415	1.90		1,459,190	2.36
6/30/36	614,250		1,172,415	1.91		1,495,066	2.43

- (1) Combined P&I Payments represents estimated Debt Service payments on the Bonds and the Debt Service payments on the Outstanding Bonds. Preliminary, subject to change
- (2) Future revenue estimates assume decrease in certified student count of 10 per year for Fiscal Years 2028 through 2030 and stagnant thereafter.
- (3) Assumes revenue per pupil as outlined in “ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table I – Assuming No Growth in Statewide Revenues & No Enrollment Changes” herein and District receipt estimates as outlined in “ESTIMATED FUTURE SALES, SERVICES & USE TAX RECEIPTS”
- (4) Assumes revenue per pupil as outlined in “ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table II – Assuming Growth in Statewide Revenues & No Enrollment Changes – using current enrollment” herein and District receipt estimates as outlined in “ESTIMATED FUTURE SALES, SERVICES & USE TAX RECEIPTS”

