$7,635,000*

South Winneshiek Community School District, Iowa

School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2027

(Book Entry Only)
(Bank Qualified)
(PARITY© Bidding Available)
(FAST closing)

DATE:	Wednesday, December 2, 2026
TIME:	12:00 PM CDT
Place:	District Office 304 S. Webster St. Calmar, IA 52132

Standard & Poor's Rating: "A"

* preliminary, subject to change

PIPER | SANDLER

3900 Ingersoll Ave., Suite 110
Des Moines, IA 50312
515/247-2340

OFFICIAL BID FORM

TO: Members of the Board of Directors of the South Winneshiek Community School District, Iowa (the "Issuer")

Re: $7,635,000* School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2027 dated the date of delivery, of the Issuer (the "Bonds")

For all of the above Bonds, in accordance with the Official Terms of Offering, we will pay you $_____ for Bonds bearing interest rates and maturing as follows:

Coupon %	Yield %	Bonds due	Coupon %	Yield %	Bonds due
_____	_____	June 1, 2028	_____	_____	June 1, 2043
_____	_____	June 1, 2029	_____	_____	June 1, 2044
_____	_____	June 1, 2030	_____	_____	June 1, 2045
_____	_____	June 1, 2031	_____	_____	June 1, 2046
_____	_____	June 1, 2032	_____	_____	June 1, 2047
_____	_____	June 1, 2033	_____	_____	June 1, 2048
_____	_____	June 1, 2034	_____	_____	June 1, 2049
_____	_____	June 1, 2035	_____	_____	June 1, 2050
_____	_____	June 1, 2036	_____	_____	June 1, 2051
_____	_____	June 1, 2037	_____	_____	June 1, 2052
_____	_____	June 1, 2038	_____	_____	June 1, 2053
_____	_____	June 1, 2039	_____	_____	June 1, 2054
_____	_____	June 1, 2040	_____	_____	June 1, 2055
_____	_____	June 1, 2041	_____	_____	June 1, 2056
_____	_____	June 1, 2042			

_____ We hereby elect to have the following issued as term bonds:

Principal Amount	Month and Year (Inclusive)	Maturity Month and Year
$_____	_____ to _____	_____
$_____	_____ to _____	_____
$_____	_____ to _____	_____
$_____	_____ to _____	_____
$_____	_____ to _____	_____
$_____	_____ to _____	_____
$_____	_____ to _____	_____

Subject to mandatory redemption requirement in the amounts and at the times shown above

_____ We will not elect to have any bonds issued as term bonds

_____ We represent that we are a bidder with established industry reputation for underwriting new issuances of municipal bonds.

_____ We will elect to utilize bond insurance from company _____ at a premium of $_____

This bid is for prompt acceptance and for delivery of said Bonds to use in compliance with the Official Terms of Offering, which is made a part of this proposal, by reference. Award will be made on a True Interest Cost Basis (TIC).

According to our computations (the correct computation being controlling in the award), we compute the following:

NET INTEREST COST: $_____ TRUE INTEREST COST _____%

_____ _____
Account Manager Authorized Signature of Account Manager

The foregoing offer is hereby accepted by and on behalf of the South Winneshiek Community School District in the County of Winneshiek, State of Iowa, this 2nd day of December 2026.

ATTEST: _____ _____
Board Secretary President

_____
* Subject to change

OFFICIAL TERMS OF OFFERING

This section sets forth the description of certain terms of the Bonds as well as the terms of offering with which all bidders and bid proposals are required to comply, as follows:

The Bonds: The Bonds to be offered are the following:

SCHOOL INFRASTRUCTURE SALES, SERVICES AND USE TAX REVENUE BONDS in the principal amount of $7,635,000 (See Adjustment paragraph immediately below)*, dated the date of delivery (the "Dated Date") in the denomination of $5,000 or multiples thereof, and maturing as shown on the front cover of the official statement.

* Adjustment to Principal Amount After Determination of Best Bid Each scheduled maturity of the Bonds is subject to increase or decrease. Such adjustments shall be made promptly after the sale and prior to the award of bids by the issuer and shall be in the sole discretion of the Issuer. The Issuer shall only make such adjustments in order to size the Bonds to provide enough funds to match actual known project costs received at bid on same date and to assure reasonable debt service coverage is met. To cooperate with any adjustment in the principal amounts, the Successful Bidder is required, as a part of its bid, to indicate its Initial Reoffering Yield and Initial Reoffering Price on each maturity of the Bonds (said price shall be calculated to the date as indicated by the Issuer). The total par amount of this issue will not exceed $9,000,000.

The dollar amount bid by the Successful Bidder may be changed if the aggregate principal amount of the Bonds, as adjusted as described below, is adjusted, however the interest rates specified by the Successful Bidder for all maturities will not change. The Issuer's Municipal Advisor will make every effort to ensure that the percentage net compensation to the Successful Bidder (the percentage resulting from dividing (i) the aggregate difference between the offering price of the Bonds to the public and the price to be paid to the Issuer (not including accrued interest), less any bond insurance premium and credit rating fee, if any, to be paid by the Successful Bidder, by (ii) the principal amount of the Bonds) does not increase or decrease from what it would have been if no adjustment was made to principal amounts shown in the maturity schedule.

The Successful Bidder may not withdraw or modify its bid once submitted to the Issuer for any reason, including post bond adjustment. Any adjustment shall be conclusive, and shall be binding upon the Successful Bidder.

Optional Redemption: The Bonds maturing after June 1, 2037, may be called for redemption by the Issuer and paid before maturity on said date or any date thereafter, from any funds regardless of source, in whole or from time to time in part, in any order of maturity and within an annual maturity by lot. The terms of redemption shall be par, plus accrued interest to date of call.

Interest: Interest on said Bonds will be payable semiannually on each June 1 and December 1, beginning June 1, 2027 calculated on the basis of a year of 360 days and twelve 30-day months. Interest shall be payable by check or draft of the Paying Agent mailed to the persons who were registered owners thereof as of the fifteenth day of the month immediately preceding the Interest Payment Date, to the addresses appearing on the registration books maintained by the Paying Agent or a such other address as is furnished to the Paying Agent in writing by a registered owner.

Book Entry System: The Bonds will be issued by means of a book entry system with no physical distribution of certificates made to the public. The Bonds will be issued in fully registered form and one certificate, representing the aggregate principal amount of the Bonds maturing in each year, will be registered in the name of Cede & Co. as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as securities depository of the Bonds. Individual purchases of the Bonds may be made in the principal amount of $5,000 or any multiple thereof of a single maturity through book entries made on the books and records of DTC and its participants. Principal and interest are payable by the Issuer to DTC or its nominee as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of such participants and other nominees of beneficial owners. The successful bidder, as a condition of delivery of the Bonds, will be required to deposit the certificates with DTC.

Good Faith Deposit: A Good Faith Deposit ("Deposit") in the form of a certified or cashier's check or a wire in the amount of $76,350 for the Bonds, payable to the order of the Issuer is required. If a check is used, it must accompany each bid. If a wire is to be used, it must be received by the Issuer not later than two hours after the time stated for receipt of bids. The Municipal Advisor or the Issuer will provide the apparent winning bidder (the "Purchaser") with wiring instructions, by facsimile or email, within 10 minutes after the stated time when bids are due. If the wire is not received at the time indicated above, the Issuer will abandon its plan to award to the Purchaser ("Purchaser"), and will contact the next highest bidder received and offer said bidder the opportunity to become the Purchaser, on the terms as outlined in said bidder's bid, so long as said bidder submits a good faith wire within two hours of the time offered. The Issuer will not award the Bonds to the Purchaser absent receipt of the Deposit prior to action awarding the Bonds. No interest on the Deposit will accrue to the Purchaser. The Deposit will be applied to the purchase price of the Bonds. In the event the Purchaser fails to honor its bid, the Deposit will be retained by the Issuer.

Form of Bids: All bids shall be unconditional for the entire issue of Bonds for a price of not less than 98.00% of par, plus accrued interest, and shall specify the rate or rates of interest in conformity to the limitations set forth herein. Bids must be submitted on or in substantial compliance with the Official Bid Form provided by the Issuer or through the Internet Bid System. The Issuer shall not be responsible for any malfunction or mistake made by any person, or as a result of the use of the electronic bid, facsimile facilities or the means used to deliver or complete a bid. The use of such facilities or means is at the sole risk of the prospective bidder who shall be bound by the terms of the bid as received.

No bid will be received after the time specified on the front cover of the preliminary official statement. The time as maintained by the Internet Bid System shall constitute the official time with respect to all Bids submitted. A bid may be withdrawn before the bid deadline using the same method used to submit the bid. If more than one bid is received from a bidder, the last bid received shall be considered.

Confidential information sent via secured portal: All confidential information exchanged between the Issuer and the Purchaser (including but not limited to closing details and good faith wire details) must be sent via a secure portal. As a condition to closing, the winning bidder will cooperate with the Issuer, its legal counsel and its Municipal Advisor to ensure that all confidential information is sent via a secure portal.

Internet Bidding: Internet bids must be submitted through Parity® ("the Internet Bid System"). Information about the Internet Bid System may be obtained by calling 212-849-5000.

Each bidder shall be solely responsible for making necessary arrangements to access the Internet Bid System for purpose of submitting its internet bid in a timely manner and in compliance with the requirements of the Official Terms of Offering. The Issuer is permitting bidders to use the services of the Internet Bid System solely as a communication mechanism to conduct the internet bidding and the Internet Bid System is not an agent of the Issuer. In the events of conflict with information provided by the Internet Bid System and the Official Bid terms, the Issuer, in its sole discretion, shall choose a path to resolve the conflict. The Issuer shall not be responsible for any malfunction or mistake made by any person, or as a result of the use of the Internet Bid System. The use of such facilities or means is at the sole risk of the prospective bidder who shall be bound by the terms of the bid as received.

Electronic Facsimile Bidding: Facsimile Bids will not be accepted.

Sealed Bidding: Sealed bids may be submitted and will be received in the office of the Superintendent, South Winneshiek Community School District, 304 S. Webster St, Calmar, IA.

Rates of Interest: The rates of interest specified in the bidder's proposal must conform to the limitations following:

The interest rates bid must be in multiples of 1/8th, 1/20th or 1/100th of 1%.

All bonds of each maturity must bear the same interest rate.

No rate for maturities 2028-2037 may be more than 2% greater than any other rate.

Delivery: The Bonds will be delivered to the Purchaser via FAST delivery with the Paying Agent holding the Bonds on behalf of DTC, against full payment in immediately available cash or federal funds. Should delivery be delayed beyond sixty days from date of sale for any reason except failure of performance by the Purchaser, the Purchaser may withdraw his bid and thereafter his interest in and liability for the Bonds will cease. (When the Bonds are ready for delivery, the Issuer may give the successful bidder five working days notice of the delivery date and the Issuer will expect payment in full on that date, otherwise reserving the right at its option to determine that the bidder has failed to comply with the offer of purchase.)

Establishment of Issue Price: (a) The winning bidder shall assist the Issuer in establishing the issue price of the Bonds and shall execute and deliver to the Issuer at Closing an "issue price" or similar certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications, substantially in the form attached hereto as Appendix E, with such modifications as may be appropriate or necessary, in the reasonable judgment of the winning bidder, the Issuer and Bond Counsel. All communications required of the Issuer under this Official Terms of Offering to establish the issue price of the Bonds may be communicated on behalf of the Issuer by the Issuer's municipal advisor identified herein and any notice or report to be provided to the Issuer may be provided to the Issuer's municipal advisor.

(b) The Issuer intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the "competitive sale requirements") because:

(1) the Issuer shall disseminate this Official Terms of Offering to potential underwriters in a manner that is reasonably designed to reach potential underwriters;

(2) all bidders shall have an equal opportunity to bid;

(3) the Issuer may receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and

(4) the Issuer anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in this Official Terms of Offering.

Any bid submitted pursuant to this Official Terms of Offering shall be considered a firm offer for the purchase of the Bonds, as specified in the

bid.

(c) In the event that the competitive sale requirements are not satisfied, the Issuer shall so advise the winning bidder. The Issuer may determine to treat (i) the first price at which 10% of a maturity of the Bonds (the "10% test") is sold to the public as the issue price of that maturity and/or (ii) the initial offering price to the public as of the sale date of any maturity of the Bonds as the issue price of that maturity (the "hold-the-offering-price rule"), in each case applied on a maturity-by-maturity basis. The winning bidder shall advise the Issuer if any maturity of the Bonds satisfies the 10% test as of the date and time of the award of the Bonds. The Issuer shall promptly advise the winning bidder, at or before the time of award of the Bonds, which maturities of the Bonds shall be subject to the 10% test or shall be subject to the hold-the-offering-price rule. **Bids will not be subject to cancellation in the event that the Issuer determines to apply the hold-the-offering-price rule to any maturity of the Bonds. Bidders should prepare their bids on the assumption that some or all of the maturities of the Bonds will be subject to the hold-the-offering-price rule in order to establish the issue price of the Bonds.**

(d) By submitting a bid, the winning bidder shall (i) confirm that the underwriters have offered or will offer the Bonds to the public on or before the date of award at the offering price or prices (the "initial offering price"), or at the corresponding yield or yields, set forth in the bid submitted by the winning bidder and (ii) agree, on behalf of the underwriters participating in the purchase of the Bonds, that the underwriters will neither offer nor sell unsold Bonds of any maturity to which the hold-the-offering-price rule shall apply to any person at a price that is higher than the initial offering price to the public during the period starting on the sale date and ending on the earlier of the following:

(1) the close of the fifth (5th) business day after the sale date; or

(2) the date on which the underwriters have sold at least 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

The winning bidder will advise the Issuer promptly after the close of the fifth (5th) business day after the sale date whether it has sold 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

(e) If the competitive sale requirements are not satisfied, then until the 10% test has been satisfied as to each maturity of the Bonds, the winning bidder agrees to promptly report to the Issuer the prices at which the unsold Bonds of that maturity have been sold to the public. That reporting obligation shall continue, whether or not the Closing Date has occurred, until either (i) all Bonds of that maturity have been sold or (ii) the 10% test has been satisfied as to the Bonds of that maturity, provided that, the winning bidder's reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the Issuer or bond counsel.

(f) The Issuer acknowledges that, in making the representations set forth above, the winning bidder will rely on (i) the agreement of each underwriter to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in an agreement among underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an underwriter or dealer who is a member of the selling group is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Bonds to the public, the agreement of each broker-dealer that is a party to such agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in the third-party distribution agreement and the related pricing wires. The Issuer further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds.

(g) By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable:

(i)(A) to report the prices at which it sells to the public the unsold Bonds of each maturity allocated to it, whether or not the Closing Date has occurred, until either all Bonds of that maturity allocated to it have been sold or it is notified by the winning bidder that the 10% test has been satisfied as to the Bonds of that maturity, provided that, the reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the winning bidder, and (ii) to comply with the hold-the-offering-price rule, if applicable, if and for so long as directed by the winning bidder and as set forth in the related pricing wires, (B) to promptly notify the winning bidder of any sales of Bonds that, to its knowledge, are made to a purchaser who is a related party to an underwriter participating in the initial sale of the Bonds to the public (each such term being used as defined below), and (C) to acknowledge that, unless otherwise advised by the underwriter, dealer or broker-dealer, the winning bidder shall assume that each order submitted by the underwriter, dealer or broker-dealer is a sale to the public.

(ii) any agreement among underwriters or selling group agreement relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter or dealer that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such third-party distribution agreement to (A) report the prices at which it sells to the public the unsold Bonds of each maturity allocated to it, whether or not the Closing Date has occurred, until either all Bonds of that maturity allocated to it have been sold or it is notified by the winning bidder or such underwriter that the 10% test has been satisfied as to the Bonds of that maturity, provided that, the reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the winning bidder or such underwriter, and (B) comply with the hold-the-offering-price rule, if applicable, if and for so long as directed by the winning bidder or the underwriter and as set forth in the related pricing wires.

(h) Sales of any Bonds to any person that is a related party to an underwriter participating in the initial sale of the Bonds to the public (each such term being used as defined below) shall not constitute sales to the public for purposes of this Official Terms of Offering. Further, for purposes of this Official Terms of Offering:

(i) "public" means any person other than an underwriter or a related party,

(ii) "underwriter" means (A) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the public),

(iii) a purchaser of any of the Bonds is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (A) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (B) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (C) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and

(iv) "sale date" means the date that the Bonds are awarded by the Issuer to the winning bidder.

Official Statement: The Official Statement, when further supplemented by an addendum or addenda specifying the maturity dates, principal amounts, and interest rates of the Bonds, and any other information required by law or deemed appropriate by the Issuer, shall constitute a "Final Official Statement" of the Issuer with respect to the Bonds, as that term is defined in Rule 15c2-12 of the Securities and Exchange Commission (the "Rule"). By awarding the Bonds to any underwriter or underwriting syndicate submitting an Official Bid Form therefore, the Issuer agrees that, no more than seven (7) business days after the date of such award, it shall provide, without cost, to the senior managing underwriter of the syndicate to which the Bonds, one ".pdf" copy of the Official Statement and the addendum described in the preceding sentence to permit each "Participating Underwriter" (as that term is defined in the Rule) to comply with the provisions of such Rule. The Issuer shall treat the senior managing underwriter of the syndicate to which the Bonds are awarded as its designated agent for purposes of distributing copies of the Final Official Statement to each participating underwriter. Any underwriter executing and delivering an Official Bid Form with respect to the Bonds agrees thereby that if its bid is accepted by the Issuer, (i) it shall accept such designation and (ii) it shall enter into a contractual relationship with all Participating Underwriters of the Bonds for purposes of assuring the receipt by each such Participating Underwriter of the Final Official Statement.

CUSIP Numbers: It is anticipated that CUSIP numbers will be printed on the Bonds. In no event will the Issuer be responsible for or Bond Counsel review or express any opinion of the correctness of such numbers, and incorrect numbers on said Bonds shall not be cause for the purchaser to refuse to accept delivery of the Bonds. The CUSIP fee will be paid for by the Issuer.

Responsibility of Bidder: It is the responsibility of the bidder to deliver its signed, completed bid prior to the time of sale as posted on the front cover of the Official Statement. Neither the Issuer nor its Municipal Advisor will assume responsibility for the collection of or receipt of bids. Bids received after the appointed time of sale will not be opened.

Continuing Disclosure: In order to permit bidders for the Bonds and other participating underwriters in the primary offering of the Bonds to comply with paragraph (b)(5) of the Rule, the Issuer will covenant and agree, for the benefit of the registered holders or beneficial owners from time to time of the Series 2027 Resolution, to provide on annual basis, annual reports of specified information and notice of the occurrence of certain events, if material, as hereinafter described (the "Disclosure Covenants"). The information to be provided, the events as to which notice is to be given, if material, and a summary of other provisions of the Disclosure Covenants, including termination, amendment and remedies, are set forth in Appendix C to this Official Statement.

Breach of the Disclosure Covenants will not constitute a default or an "Event of Default" under the Bonds or Resolution. A broker or dealer is to consider a known breach of the Disclosure Covenants, however, before recommending the purchase or sale of the Bonds in the secondary market. Thus, a failure on the part of the Issuer to observe the Disclosure Covenants may adversely affect the transferability and liquidity of

the Bonds and their market price.

For more information on this see Continuing Disclosure herein.

Bond Insurance: Application has not been made for municipal bond insurance. Should the Bonds qualify for the issuance of any policy of municipal bond insurance or commitment therefore at the option of the bidder, the purchase of any such insurance policy or the issuance of any such commitment shall be at the sole option and expense of the Purchaser. Any increased costs of issuance on the Bonds resulting from such purchase of insurance shall be paid by the Purchaser, except that, if the Issuer has requested and received a rating on the Bonds from a municipal bond rating service, the Issuer will pay that rating fee. Any other rating service fees shall be the responsibility of the Purchaser.

Requested modifications to the Series 2027 Resolution or other issuance documents shall be accommodated by the Issuer at its sole discretion. In no event will modifications be made regarding the investment of funds created under the Series 2027 Resolution or other issuance documents without prior Issuer consent, in its sole discretion. Either the purchaser or the insurer must agree, in the insurance commitment letter or separate agreement acceptable to the Issuer in its sole discretion, to pay any future continuing disclosure costs of the Issuer associated with any rating changes assigned to the municipal bond insurer after closing (for example, if there is a rating change on the municipal bond insurer that require a material event notice filing by the Issuer, the purchaser or the municipal bond insurer must agree to pay the reasonable costs associated with such filing). Failure of the municipal bond insurer to issue the policy after the Bonds have been awarded to the Purchaser shall not constitute cause for failure or refusal by the Purchaser to accept delivery of the Bonds.

This Preliminary Official Statement and the information contained herein are subject to completion or amendment. These securities may not be sold nor may offers to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction.

PRELIMINARY OFFICIAL STATEMENT DATED NOVEMBER 23, 2026

NEW ISSUE - DTC BOOK ENTRY ONLY S & P's Rating: "A"

Assuming compliance with certain covenants, in the opinion of Ahlers & Cooney, P.C., Bond Counsel, under present law and assuming continued compliance with the requirements of the Internal Revenue Code of 1986, as amended (the "Code"), the interest on the Bonds is excludable from gross income for federal income tax purposes and interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. Interest on the Bonds is not exempt from present Iowa income taxes. The Bonds will be designated as "qualified tax-exempt obligations." See "TAX EXEMPTION AND RELATED TAX MATTERS" herein for a more detailed discussion.

$7,635,000*

South Winneshiek Community School District, Iowa

School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2027

Dated: Date of delivery

The School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2027 (the "Bonds") are issued by the South Winneshiek Community School District, Iowa (the "Issuer") pursuant to Iowa Code Chapter 423F, as amended, (the "Act") and a Resolution authorizing the issuance of the Bonds expected to be adopted by the Board of Directors of the Issuer on January 11, 2027 to finance school infrastructure projects. The Bonds are issued as fully registered Bonds in the denomination of $5,000 or any integral multiple thereof and, when issued, will be registered in the name of Cede & Co., as Bondholder and nominee of the Depository Trust Company, New York, NY ("DTC"). DTC will act as securities depository for the Bonds. Purchases of the Bonds will be made in book-entry form. Purchasers of the Bonds will not receive certificates representing their interest in the Bonds purchased. So long as DTC or its nominee, Cede & Co., is the Bondholder, the principal of, premium, if any, and interest on the Bonds will be paid by UMB Bank, n.a., West Des Moines, Iowa, as Registrar and Paying Agent (the "Registrar" or the "Paying Agent"), or its successor, to DTC, or its nominee, Cede & Co. Disbursement of such payments to the Beneficial Owners is the responsibility of the DTC Participants as more fully described herein. Neither the Issuer nor the Paying Agent will have any responsibility or obligation to such DTC Participants, indirect participants or the persons for whom they act as nominee with respect to the Bonds.

The Bonds, and any other Parity Bonds are not general obligations of the Issuer, but are special limited obligations of the Issuer. The Bonds, and any other Parity Bonds are payable only from the School Infrastructure Sales, Services & Use tax (the "Tax") revenues received by the Issuer, which are pledged to the repayment of the Bonds. THE BONDS SHALL NOT CONSTITUTE NOR GIVE RISE TO A PECUNIARY LIABILITY OF THE ISSUER OR CHARGE AGAINST ITS GENERAL CREDIT OR GENERAL FUNDS. NEITHER THE FAITH AND CREDIT OF THE ISSUER, NOR THE STATE OF IOWA NOR THE GENERAL TAXING POWER OF THE ISSUER, THE STATE OF IOWA OR ANY POLITICAL SUBDIVISION OF THE STATE OF IOWA, IS PLEDGED TO THE PAYMENT OF THE PRINCIPAL OF THE BONDS OR THE INTEREST THEREON OR OTHER COSTS INCIDENT THERETO. See "Security and Source of Payment for the Bonds" herein.

Interest on the Bonds is payable on June 1 and December 1 in each year, beginning June 1, 2027 to the registered owners thereof. Interest shall be payable by check or draft of the Paying Agent mailed to the persons who were registered owners thereof as of the fifteenth day of the month immediately preceding the Interest Payment Date, to the addresses appearing on the registration books maintained by the Paying Agent or a such other address as is furnished to the Paying Agent in writing by a registered owner.

The Bonds maturing after June 1, 2037, may be called for redemption by the Issuer and paid before maturity on said date or any date thereafter, from any funds regardless of source, in whole or from time to time in part, in any order of maturity and within an annual maturity by lot. The terms of redemption shall be par, plus accrued interest to date of call.

MATURITY SCHEDULE *

Bond Due	Amount *	Rate *	Yield *	Cusip Num.**	Bonds Due	Amount *	Rate *	Yield *	Cusip Num.**
June 1, 2028	$175,000			840790 AA7	June 1, 2043	$255,000			840790 AR0
June 1, 2029	165,000			840790 AB5	June 1, 2044	270,000			840790 AS8
June 1, 2030	145,000			840790 AC3	June 1, 2045	285,000			840790 AT6
June 1, 2031	135,000			840790 AD1	June 1, 2046	300,000			840790 AU3
June 1, 2032	140,000			840790 AE9	June 1, 2047	315,000			840790 AV1
June 1, 2033	150,000			840790 AF6	June 1, 2048	325,000			840790 AW9
June 1, 2034	160,000			840790 AG4	June 1, 2049	340,000			840790 AX7
June 1, 2035	165,000			840790 AH2	June 1, 2050	355,000			840790 AY5
June 1, 2036	175,000			840790 AJ8	June 1, 2051	375,000			840790 AZ2
June 1, 2037	185,000			840790 AK5	June 1, 2052	390,000			840790 BA6
June 1, 2038	195,000			840790 AL3	June 1, 2053	410,000			840790 BB4
June 1, 2039	205,000			840790 AM1	June 1, 2054	425,000			840790 BC2
June 1, 2040	215,000			840790 AN9	June 1, 2055	445,000			840790 BD0
June 1, 2041	230,000			840790 AP4	June 1, 2056	465,000			840790 BE8
June 1, 2042	240,000			840790 AQ2					

$ % Term bond due June 1 Yield Cusip Num.**

Investing in the Bonds is subject to certain risks. See "CERTAIN BONDHOLDERS' RISKS" herein. In making an investment decision, investors must rely on their own examination of this issue and the terms of the offering including the merits and risk involved.

The Bonds are being offered when, as and if issued by the Issuer and accepted by the Underwriter, subject to receipt of an opinion as to legality, validity and tax exemption by Ahlers & Cooney, P.C., Des Moines, Iowa, Bond Counsel. Ahlers & Cooney, P.C. is also serving as Disclosure Counsel to the Issuer in connection with the issuance of the Bonds. Piper Sandler & Co. is serving as Municipal Advisor to the Issuer in connection with the issuance of the Bonds. Certain legal matters will be passed upon for the Municipal Advisor by Dentons Davis Brown PC. It is expected that the Bonds in definitive form will be available for delivery on or about January 27, 2027. The Underwriter intends to engage in secondary market trading of the Bonds subject to applicable securities laws. The Underwriter is not obligated, however, to repurchase any of the Bonds at the request of the holder thereof.

The Date of this Official Statement is _____, 2027

* *Preliminary, subject to change*

** *CUSIP numbers shown above have been assigned by a separate organization not affiliated with the Issuer. The Issuer has not selected nor is responsible for selecting the CUSIP numbers assigned to the Bonds nor do they make any representation as to the correctness of such CUSIP numbers on the Bonds or as indicated above.*

No dealer, salesman or any other person has been authorized by the Issuer or the Underwriter to give any information or to make any representations other than those contained in this Official Statement, and if given or made, such information or representations must not be relied upon as having been authorized by the Issuer or the Underwriter. This Official Statement does not constitute an offer to sell or a solicitation of any offer to buy any of the securities offered hereby in any state to any persons to whom it is unlawful to make such offer in such state. The information set forth herein has been provided by the Issuer. The Underwriter makes no guarantee as to accuracy or completeness of such information, and its inclusion herein (other than representations about the Underwriter) is not to be construed as a representation by the Underwriter. Except where otherwise indicated, this Official Statement speaks as of the date hereof. Neither the delivery of this Official Statement nor any sale hereunder shall under any circumstances create any implication that there has been no change in the affairs of the Issuer since the date hereof.

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IN CONNECTION WITH THIS OFFERING, THE UNDERWRITER MAY EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICE OF THE BONDS AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

THIS OFFICIAL STATEMENT IS NOT TO BE CONSTRUED AS A CONTRACT WITH THE PURCHASERS OF THE BONDS. THE ISSUER CONSIDERS THE OFFICIAL STATEMENT TO BE "NEAR FINAL" WITHIN THE MEANING OF RULE 15c2-12 OF THE SECURITIES EXCHANGE COMMISSION. STATEMENTS CONTAINED IN THIS OFFICIAL STATEMENT WHICH INVOLVES ESTIMATES, FORECASTS OR MATTERS OF OPINION, WHETHER OR NOT EXPRESSLY SO DESCRIBED HEREIN, ARE INTENDED SOLELY AS SUCH AND ARE NOT TO BE CONSTRUED AS A REPRESENTATION OF FACTS.

REFERENCES TO WEBSITE ADDRESSES PRESENTED HEREIN ARE FOR INFORMATIONAL PURPOSES ONLY AND MAY BE IN THE FORM OF A HYPERLINK SOLELY FOR THE READER'S CONVENIENCE. UNLESS SPECIFIED OTHERWISE, SUCH WEBSITES AND THE INFORMATION OR LINKS CONTAINED THEREIN ARE NOT INCORPORATED INTO, AND ARE NOT PART OF, THIS OFFICIAL STATEMENT FOR PURPOSES OF, AND AS THAT TERM IS DEFINED IN, SECURITIES AND EXCHANGE COMMISSION RULE 15C2-12.

THESE SECURITIES HAVE NOT BEEN REGISTERED WITH THE SECURITIES AND EXCHANGE COMMISSION BY REASON OF THE PROVISIONS OF SECTIONS 3(a)(2) OF THE SECURITIES ACT OF 1933, AS AMENDED. THE REGISTRATION OR QUALIFICATION OF THESE SECURITIES IN ACCORDANCE WITH APPLICABLE PROVISIONS OF SECURITIES LAWS OF THE STATES IN WHICH THESE SECURITIES HAVE BEEN REGISTERED OR QUALIFIED AND THE EXEMPTION FROM REGISTRATION OR QUALIFICATION IN OTHER STATES SHALL NOT BE REGARDED AS A RECOMMENDATION THEREOF. NEITHER THESE STATES NOR ANY OF THEIR AGENCIES HAVE PASSED UPON THE MERITS OF THE SECURITIES OR THE ACCURACY OR COMPLETENESS OF THIS OFFICIAL STATEMENT. ANY REPRESENTATION TO THE CONTRARY MAY BE A CRIMINAL OFFENSE.

FORWARD-LOOKING STATEMENTS

This Official Statement, including Appendix A, contains statements which should be considered "forward-looking statements," meaning they refer to possible future events or conditions. Such statements are generally identifiable by the words such as "anticipated," "plan," "expect," "projected," "estimate," "budget" "pro forma," "forecast," "intend," or similar words. THE ACHIEVEMENT OF CERTAIN RESULTS OR OTHER EXPECTATIONS CONTAINED IN SUCH FORWARD-LOOKING STATEMENTS INVOLVE KNOWN AND UNKNOWN RISKS, UNCERTAINTIES AND OTHER FACTORS WHICH MAY CAUSE ACTUAL RESULTS, PERFORMANCE OR ACHIEVEMENTS EXPRESSED OR IMPLIED BY SUCH FORWARD-LOOKING STATEMENTS TO DIFFER. THE ISSUER DOES NOT EXPECT OR INTEND TO UPDATE OR REVISE ANY FORWARD-LOOKING STATEMENTS CONTAINED HEREIN IF OR WHEN ITS EXPECTATIONS, OR EVENTS, CONDITIONS OR CIRCUMSTANCES ON WHICH SUCH STATEMENTS ARE BASED OCCUR. INCLUDED IN SUCH RISKS AND UNCERTAINTIES ARE (i) THOSE RELATING TO THE POSSIBLE INVALIDITY OF THE UNDERLYING ASSUMPTIONS AND ESTIMATES, (ii) POSSIBLE CHANGES OR DEVELOPMENTS IN SOCIAL, ECONOMIC, BUSINESS, INDUSTRY, MARKET, LEGAL AND REGULATORY CIRCUMSTANCES, AND (iii) CONDITIONS AND ACTIONS TAKEN OR OMITTED TO BE TAKEN BY THIRD PARTIES, INCLUDING CUSTOMERS, SUPPLIERS, BUSINESS PARTNERS AND COMPETITORS, AND LEGISLATIVE, JUDICIAL AND OTHER GOVERNMENTAL AUTHORITIES AND OFFICIALS. ASSUMPTIONS RELATED TO THE FOREGOING INVOLVE JUDGMENTS WITH RESPECT TO, AMONG OTHER THINGS, FUTURE ECONOMIC, COMPETITIVE, AND MARKET CONDITIONS AND FUTURE BUSINESS DECISIONS, ALL OF WHICH ARE DIFFICULT OR IMPOSSIBLE TO PREDICT ACCURATELY. FOR THESE REASONS, THERE CAN BE NO ASSURANCE THAT THE FORWARD-LOOKING STATEMENTS INCLUDED IN THIS OFFICIAL STATEMENT WILL PROVE TO BE ACCURATE.

UNDUE RELIANCE SHOULD NOT BE PLACED ON FORWARD-LOOKING STATEMENTS. ALL FORWARD-LOOKING STATEMENTS INCLUDED IN THIS OFFICIAL STATEMENT ARE BASED ON INFORMATION AVAILABLE TO THE DISTRICT ON THE DATE HEREOF, AND THE DISTRICT ASSUMES NO OBLIGATION TO UPDATE ANY SUCH FORWARD-LOOKING STATEMENTS IF OR WHEN ITS EXPECTATIONS OR EVENTS, CONDITIONS OR CIRCUMSTANCES ON WHICH SUCH STATEMENTS ARE BASED OCCUR OR FAIL TO OCCUR, OTHER THAN AS INDICATED UNDER THE CAPTION "CONTINUING DISCLOSURE."

OFFICIAL STATEMENT

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT, IOWA

$7,635,000* SCHOOL INFRASTRUCTURE SALES, SERVICES AND USE TAX REVENUE BONDS, SERIES 2027

INTRODUCTORY STATEMENT

This Official Statement presents certain information relating to the South Winneshiek Community School District, Iowa (the "Issuer"), in connection with the sale of the Issuer's School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2027 (the "Bonds"). Proceeds of the Bonds, along with the proceeds of the $10,000,000 General Obligation School Bonds, Series 2026, dated November 24, 2026, and the expected issuance of approximately $3,000,000 General Obligation School Bonds to be issued in 2028 will be used i) to build, furnish and equip an addition to the high school, including classrooms, commons / cafeteria area, modern library and learning center, and a competition gym, with related improvements and site improvements, including demolition and removal of the 1930's east wing of the high school; and to remodel, repair, improve, furnish and equip the existing high school, including converting the current weight room into STEAM classrooms and adding a new main entrance on the north side of the high school, ii) to establish and fund a Debt Service Reserve Fund, and iii) to pay costs of issuance for the Bonds (the "Project"). See "**THE PROJECT**" herein. The Bonds will be issued pursuant to a resolution authorizing the issuance of the Bonds expected to be adopted by the Board of Directors (the "Board") of the Issuer on or about January 11, 2027 (the "Series 2027 Resolution").

Prior to the adoption by the Iowa Legislature (the "Legislature") of Chapter 423F of the Code of Iowa, as amended (the "Act"), voters in Winneshiek County, authorized a school infrastructure local option sales and services tax to be used for school infrastructure purposes. Under the Act, all prior school infrastructure local option sales and services taxes were repealed on July 1, 2008, in favor of a new statewide one cent school infrastructure sales, services & use tax (the "Tax"). Under the provisions of the Act, school corporations are authorized to issue Sales Tax Revenue Bonds payable from the receipt of such Tax revenues (the "Tax Revenues") for certain purposes, and for certain periods of time, set forth in the Act. See "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**" herein.

Summaries and descriptions of the Issuer, the Act, the Bonds, the Series 2027 Resolution, and certain other documents are included in this Official Statement. The summaries of and references to all documents, statutes and other instruments referred to herein do not purport to be complete, comprehensive or definitive, and each such summary and reference is qualified in its entirety by reference to each such document, statute or instrument. Copies of the Series 2027 Resolution may be obtained during the initial offering period by contacting the Issuer. The Issuer has agreed to provide certain continuing disclosure information after issuance of the Bonds as more fully described under "**APPENDIX C - Form of Continuing Disclosure Certificate**" – attached hereto.

This Preliminary Official Statement is deemed to be a final official statement within the meaning of Rule 15c2-12 of the Securities and Exchange Commission, except for the omission of certain pricing and other information which is to be made available through a final Official Statement.

This Introductory Statement is only a brief description of the Bonds and certain other matters. Such description is qualified by reference to the entire Preliminary Official Statement and the documents summarized or described herein. This Preliminary Official Statement should be reviewed in its entirety.

The Bonds are special, limited obligations payable solely from the Tax Revenues received by the Issuer and certain funds pledged to the payment thereof in the Series 2027 Resolution. See "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**."

All statements made in this Official Statement involving matters of opinion or of estimates, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates will be realized.

CERTAIN BONDHOLDERS' RISKS

An investment in the Bonds involves an element of risk. In order to identify risk factors and make an informed investment decision, potential investors should be thoroughly familiar with this entire Preliminary Official Statement (including the appendices hereto) in order to make a judgment as to whether the Bonds are an appropriate investment. This information is based on current information available to the Issuer that may be incomplete and unknown. This information was derived using certain assumptions and methodologies, and includes unaudited financial information and projections. Some of this information is forward-looking and subject to change.

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* Preliminary, subject to change

Limited Obligations

The Bonds are not general obligations of the Issuer but are special limited obligations of the Issuer. The Bonds are payable only from (1) the Tax Revenues received by the Issuer, (2) the Sinking Fund (as defined herein) and (3) the Debt Service Reserve Fund (as defined herein), each of which are pledged to the repayment of the Bonds. **THE BONDS SHALL NOT CONSTITUTE NOR GIVE RISE TO A PECUNIARY LIABILITY OF THE ISSUER OR CHARGE AGAINST ITS GENERAL CREDIT OR GENERAL FUNDS. NEITHER THE FAITH AND CREDIT OF THE ISSUER, THE COUNTY, NOR THE STATE OF IOWA NOR THE GENERAL TAXING POWER OF THE ISSUER, THE STATE OF IOWA OR ANY POLITICAL SUBDIVISION OF THE STATE OF IOWA, IS PLEDGED TO THE PAYMENT OF THE PRINCIPAL OF THE BONDS OR THE INTEREST THEREON OR OTHER COSTS INCIDENT THERETO**. See "**SECURITY AND SOURCES OF PAYMENT FOR THE BONDS**" herein.

Estimated Tax Revenues

Estimates of Tax Revenues available to pay the Bonds in the future presented herein are based on estimates provided to the Issuer by the State of Iowa Department of Revenue (the "Department"), which estimates have not been independently reviewed by any third parties. Failure to receive Tax Revenues in the amount estimated would reduce the debt service coverage ratios described herein (see "**ESTIMATED DEBT SERVICE AND COVERAGE ON THE BONDS**" herein), If such estimates vary significantly from actual Tax Revenues in the future, that variance could prevent the Issuer from making timely payments of principal of and interest on the Bonds.

While the estimated Tax Revenues set forth herein are based upon information and assumptions that the Issuer believes to be reasonable, potential purchasers of the Bonds should recognize that such estimates are subject to changes resulting from a wide variety of economic and other conditions. Therefore, no assurance can be given that the Tax Revenues will be received in the annual or aggregate amount estimated. There may be material differences between the estimated receipts and actual payment of Tax Revenues to the Issuer.

Enrollment Trends

Tax Revenues received are based on the certified enrollment of the Issuer as described herein. The District's certified enrollment has fluctuated over the past four years. Changes in enrollment, whether up or down, will impact Tax Revenues received, the impact of which could be material. Deterioration in long term enrollment or increases in statewide enrollments not matched by increases in enrollments in the Issuer will potentially reduce the actual amount of the Tax Revenues received, and that reduction could materially alter the Issuer's ability to repay the Bonds. See "**ESTIMATED DEBT SERVICE COVERAGE ON THE BONDS" and "HISTORICAL RESIDENT ENROLLMENT IN THE SCHOOL DISTRICT"** herein.

Economic Conditions

The Tax is being collected generally on the same basis as the State of Iowa (the "State") retail sales and services tax, subject to certain exceptions. See "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**" herein. The Tax may not be levied on the sale of property or on any service not taxed by the State. A wide variety of economic and other conditions could cause fluctuations affecting the volume of taxable sales and services within the State which would then affect the Issuer's receipt of the Tax Revenues. The following factors, among others, may affect the economic climate of the State and the volume of taxable sales and services originated in the State (and therefore the amount of Tax Revenues collected by the State and distributed to the Issuer), to an extent which cannot be determined at this time:

1) Global health pandemics, including the duration and scope thereof;
2) Employee strikes or other adverse labor actions affecting significant employers within the State;
3) Increased unemployment within the State;
4) Population decrease or other unfavorable demographic changes in the Issuer and surrounding areas;
5) Decrease in the number of resident students in the Issuer's boundaries;
6) Competition from sales and services providers located outside of the State;
7) The loss of local retail establishment or any decrease in the amount of sales generated in the State;
8) Natural disaster or catastrophes affecting significant portions of the Issuer and surrounding areas,
9) Delays in the receiving of the Tax Revenues;
10) Competition from Internet based sales and services providers that are currently exempt from the Tax;
11) Other unforeseen competitive or economic factors or acts of God.

The Revenue Purpose Statement

The Act provides that a school corporation may use Tax Revenues for school infrastructure purposes, as authorized pursuant to a Revenue Purpose Statement (the "RPS") which must be approved by the voters at a special election held for such purpose. The voters of the Issuer approved the RPS at an election held on March 2, 2021. The RPS describes the permitted uses of the Tax Revenue and is effective until repealed or amended. The RPS may be amended from time to time by the voters in the Issuer's boundaries. However, the RPS may not be amended in a way that would cause the school corporation to be unable to use Tax Revenues to repay validly issued School Infrastructure

Sales, Services & Use Tax Revenue Bonds, including the Bonds.

Legislative Revisions of the Act

A tax was originally enacted during the 1998 session of the Iowa General Assembly to set forth conditions under which bonds payable from a local sales and services tax may be issued (the "Prior Tax") and was amended by the General Assembly on multiple occasions after its enactment. The Act was initially enacted to repeal the Prior Tax effective July 1, 2008. Potential purchasers of the Bonds should recognize that the Act may be amended further while the Bonds are outstanding, and such legislation could materially revise the current provisions of the Act relating to the collection, payment, application, receipt or distribution of the Tax Revenues to the Issuer, subject to constitutional restraints on impairment of contracts. It cannot be predicted whether or in what form any proposal might be enacted or whether if enacted, it would apply to the Bonds issued prior to enactment. Any such legislative amendments could adversely affect the Issuer's ability to make timely payments of principal of and interest on the Bonds. Bond Counsel, Disclosure Counsel, the Municipal Advisor, Counsel to the Municipal Advisor, the Issuer or the Underwriter do not express any opinion regarding any pending or proposed legislation related to the Act.

In 2019, House File 546 was signed into law (the "2019 Act") extending the Tax from December 31, 2029 to January 1, 2051. Provisions in the 2019 Act included an increase in the amount of the tax dedicated toward property tax relief, among others, under specific conditions related to the overall annual growth in the Tax, additional public hearing processes, expanded definition of "school infrastructure" and a requirement for voter re-approval of revenue purpose statements.

In 2022, the Department's method of distributing Tax Revenues received was amended. The Act requires the Department to, annually prior to August 15, estimate the amount of revenue that will be remitted to the school corporations for the fiscal year beginning each July l. Historically, the Department was required to remit 95% of the annual estimate of Tax revenues to be remitted to the school corporations in monthly installments over the fiscal year, and was allowed to retain 5% of the estimate until the end of the fiscal year, at which time the Department would complete an audit of the actual receipts and the actual remittances of the Tax. The Department would then reconcile the difference between the actual receipts and the estimated remittances and would remit the remaining balance to the school corporations on or around November 1 for the fiscal year ending the previous July 30 (the "Reconciliation Payment"). It was possible for the Reconciliation Payment to be a negative number if actual receipts were less than expected receipts by an amount greater than 5%. Beginning with the October 2022 transfer, the Department began transferring the actual amount of Tax Revenue attributable to each school corporation for the Tax Revenue remitted in the preceding month which eliminates the Reconciliation Payment.

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-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.

The General Assembly periodically considers the creation of additional exemptions and there can be no assurance that additional sales tax exemptions will not be enacted in the future. Any such additional exemptions could materially reduce the amount of Tax Revenue allocated to the Issuer and adversely affect the Issuer's ability to make timely payments of principal and interest on the Bonds.

Legislative Change Related to School Choice

In 2023 the State of Iowa adopted Legislation ("HF68") that establishes a general fund appropriation for an Education Savings Account Fund (the "Fund") under the control of the Iowa Department of Education (the "Department of Education"). The Fund must be used to establish individual accounts for participating pupils and to make qualified education savings account payments on behalf of parents and guardians, including payment for nonpublic school tuition, textbooks, software, fees, curriculum materials, and other similar expenses. As of July 1, 2025, all students attending a nonpublic school are eligible for participation.

The annual amount per account in the Fund is determined by the State Cost Per Pupil (SCPP) for that fiscal year and changes each year based on the State Percent of Growth (SPG). For fiscal year ending June 30, 2027, the SCPP is $8,148 which amount will be deposited into the Fund, instead of being sent to the Issuer, for each qualifying student within the Issuer attending a nonpublic school. HF68 provides that a school district is funded in an amount of $1,176 per student for resident pupils who attend a nonpublic school. According to the Department of Education, there were 172 students who resided within the boundaries of the Issuer but attended non-public schools for the 2022-23 school year; 166 for the 2023-24 school year; 160 for the 2024-25 school year; and 157 students for the 2025-26 school year. It is unknown how many additional students, if any, will attend non-public schools in future years, as HF68 is implemented. If a significant number of eligible

students in the Issuer transition to non-public schools, it could have an adverse impact on the Issuer's finances given the reduction in per student funding the Issuer would otherwise receive. See "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**" and "E**STIMATED FUTURE SALES, SERVICES AND USE TAX RECEIPTS**" herein.

Additional Debt and Parity Bonds

The Series 2027 Resolution permits the Issuer to incur additional indebtedness under certain circumstances, including bonds, notes or other obligations payable solely from the Tax Revenues on an equal basis with the Bonds, and any Additional Bonds (as defined herein) as authorized to be issued under the terms of the Series 2027 Resolution that could have a lien on the Tax Revenues on a parity basis with the lien securing the Bonds. Such additional debt could increase the Issuer's debt service and repayment requirement in a manner which would adversely affect debt service coverage on the Bonds. The Bonds are expected to be issued as Parity Bonds.

Debt Payment History

The Issuer knows of no instance in which it has intentionally or unintentionally defaulted in the payment of principal and/or interest on any of its debt.

Secondary Market for the Bonds

There can be no guarantee that there will be a secondary market for the Bonds or, if a secondary market exists, that such Bonds can be sold for any particular price. Occasionally, because of general market conditions or because of adverse history of economic prospects connected with a particular issue, and secondary marketing practices in connection with a particular Bond or Bonds issue are suspended or terminated. Additionally, prices of Bond or bond issues for which a market is being made will depend upon then prevailing circumstances. Such prices could be substantially different from the original purchase price of the Bonds.

EACH PROSPECTIVE PURCHASER IS RESPONSIBLE FOR ASSESSING THE MERITS AND RISKS OF AN INVESTMENT IN THE BONDS AND MUST BE ABLE TO BEAR THE ECONOMIC RISK OF SUCH INVESTMENT. THE SECONDARY MARKET FOR THE BONDS, IF ANY, COULD BE LIMITED.

Ratings

S&P Global Ratings, a division of Standard & Poor's Financial Services LLC ("S&P") has assigned a rating of "A" to the Bonds. Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. There is no assurance that the rating will continue for any given period of time, or that such rating will not be revised, suspended or withdrawn, if, in the judgment of S&P, circumstances so warrant. A revision, suspension or withdrawal of a rating may have an adverse effect on the market price of the Bonds.

Rating agencies are currently not registered by any regulatory body. Future regulation of rating agencies could materially alter the methodology, rating levels, and types of ratings available, for example, and these changes could materially affect the market value of the Bonds.

Matters Relating to Enforceability of Agreements/Limitation or Delay in Remedies

There is no Bond trustee or similar person to monitor or enforce the provisions of the Series 2027 Resolution. The owners of the Bonds should, therefore, be prepared to enforce such provisions themselves if the need to do so arises. In the event of a default in the payment of principal of or interest on the Bonds, there is no provision for acceleration of maturity of the principal of the Bonds. Consequently, the remedies of the owners of the Bonds (consisting primarily of an action in the nature of mandamus requiring the Issuer and certain other public officials to perform the terms of the Series 2027 Resolution for the Bonds) may have to be enforced from year to year. Holders of the Bonds shall have and possess all the rights of action and remedies afforded by the common law, the Constitution and statutes of the State of Iowa and of the United States of America for the enforcement of payment of the Bonds, including, but not limited to, the right to a proceeding in law or in equity by suit, action or mandamus to enforce and compel performance of the duties required by Iowa law and the Series 2027 Resolution.

The practical realization of any rights upon any default will depend upon the exercise of various remedies specified in the Series 2027 Resolution. The remedies available to the owners of the Bonds upon an event of default under the Series 2027 Resolution, in certain respects, may require judicial action, which is often subject to discretion and delay. Under existing law, including specifically the federal bankruptcy code, certain of the remedies specified in the Series 2027 Resolution may not be readily available or may be limited. A court may decide not to order the specific performance of the covenants contained in these documents. The legal opinions to be delivered concurrently with the delivery of the Bonds will be qualified as to the enforceability of the various legal instruments by limitations imposed by general principles of equity and public policy and by bankruptcy, reorganization, insolvency or other similar laws affecting the rights of creditors generally.

No representation is made, and no assurance is given, that the enforcement of any remedies with respect to such assets will result in sufficient funds to pay all amounts due under the Series 2027 Resolution, including principal of and interest on the Bonds.

Pension and OPEB Information

The Issuer contributes to the Iowa Public Employees' Retirement System ("IPERS"), which is a state-wide multiple-employer cost-sharing defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by State statute to plan members and beneficiaries. All full-time employees of the Issuer are required to participate in IPERS. IPERS plan members are required to contribute a percentage of their annual salary, in addition to the Issuer being required to make annual contributions to IPERS. Contribution amounts are set by State statute. The IPERS Annual Comprehensive Financial Report for its fiscal year ended June 30, 2025 (the "IPERS ACFR"), indicates that as of June 30, 2025, the date of the most recent actuarial valuation for IPERS, the funded ratio of IPERS was 92.17%, and the unfunded actuarial liability was approximately $3.841 billion. The IPERS ACFR identifies the IPERS Net Pension Liability at June 30, 2025, at approximately $2.323 billion, while its net pension liability at June 30, 2024, was approximately $3.641 billion. The IPERS ACFR is available on the IPERS website, or by contacting IPERS at 7401 Register Drive, Des Moines, IA 50321. See "**APPENDIX D – AUDITED FINANCIAL STATEMENTS OF THE ISSUER**" for additional information on IPERS.

Bond Counsel, Disclosure Counsel, Municipal Advisor, Counsel to the Municipal Advisor and the Issuer undertake no responsibility for and make no representations as to the accuracy or completeness of the information available from the IPERS discussed above or included on the IPERS website, including, but not limited to, updates of such information on the State Auditor's website or links to other Internet sites accessed through the IPERS website.

In fiscal year ended June 30, 2025, the Issuer's IPERS contribution totaled approximately $488,110. The Issuer is current in its obligations to IPERS. Pursuant to Governmental Accounting Standards Board Statement No. 68, IPERS has allocated the net pension liability among its members, with the Issuer's identified portion at June 30, 2025, at approximately $1,905,304. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2043. The Issuer's proportion of the net pension liability was based on the Issuer's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. As of June 30, 2024, the Issuer's proportion was 0.052322% which was an increase of 0.002451% from its proportion measured as of June 30, 2023. While the Issuer's contributions to IPERS are controlled by state law, there can be no assurance the Issuer will not be required by changes in State law to increase its contribution requirement in the future, which may have the effect of negatively impacting the finances of the Issuer. See "**APPENDIX D – AUDITED FINANCIAL STATEMENTS OF THE ISSUER**" for additional information on pension and liabilities of the Issuer.

Forward-Looking Statements

This Official Statement contains statements relating to future results that are "forward-looking statements" as defined in the Private Securities Litigation Reform Act of 1995. When used in this Official Statement, the words "estimate," "forecast," "intend," "expect" and similar expressions identify forward-looking statements. Any forward-looking statement is subject to uncertainty. Accordingly, such statements are subject to risks that could cause actual results to differ, possibly materially, from those contemplated in such forward-looking statements. Inevitably, some assumptions used to develop forward-looking statements will not be realized or unanticipated events and circumstances may occur. Therefore, investors should be aware that there are likely to be differences between forward looking statements and the actual results. These differences could be material and could impact the availability of funds of the Issuer to pay debt service when due on the Bonds.

Tax Matters, Bank Qualification and Loss of Tax Exemption

As discussed under the heading "**TAX EXEMPTION AND RELATED TAX MATTERS**" herein, the interest on the Bonds could become includable in gross income for purposes of federal income taxation retroactive to the date of delivery of the Bonds, as a result of acts or omissions of the Issuer in violation of its covenants in the Series 2027 Resolution. Should such an event of taxability occur, the Bonds would not be subject to a special prepayment and would remain outstanding until maturity or until prepaid under the prepayment provisions contained in the Bonds, and there is no provision for an adjustment of the interest rate on the Bonds.

The Issuer will designate the Bonds as "qualified tax-exempt obligations" under the exception provided in Section 265(b)(3) of the Internal Revenue Code of 1986, as amended (the "Code") and has further covenanted to comply with certain other requirements, which affords banks and certain other financial institutions more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code. However, the Issuer's failure to comply with such covenants could affect the designation, which could cause the Bonds not to be "qualified tax-exempt obligations" and banks and certain other financial institutions would not receive more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code.

It is possible that legislation will be proposed or introduced that could result in changes in the way that tax exemption is calculated, or whether interest on certain securities are exempt from taxation at all. Prospective purchasers should consult with their own tax advisors regarding any pending or proposed federal income tax legislation. The likelihood of any pending or proposed federal income tax legislation being enacted or whether the proposed terms will be altered or removed during the legislative process cannot be reliably predicted.

It is also possible that actions of the Issuer after the closing of the Bonds will alter the tax status of the Bonds, and, in the extreme, remove the tax-exempt status from the Bonds. In that instance, the Bonds are not subject to mandatory prepayment, and the interest rate on the Bonds does not increase or otherwise reset. A determination of taxability on the Bonds, after closing of the Bonds, could materially adversely affect the

value and marketability of the Bonds.

DTC-Beneficial Owners

Beneficial Owners of the Bonds may experience some delay in the receipt of distributions of principal of and interest on the Bonds since such distributions will be forwarded by the Paying Agent to DTC and DTC will credit such distributions to the accounts of the Participants which will thereafter credit them to the accounts of the Beneficial Owner either directly or indirectly through indirect Participants. Neither the Issuer nor the Paying Agent will have any responsibility or obligation to assure that any such notice or payment is forwarded by DTC to any Participants or by any Participant to any Beneficial Owner.

In addition, since transactions in the Bonds can be effected only through DTC Participants, indirect participants and certain banks, the ability of a Beneficial Owner to pledge the Bonds to persons or entities that do not participate in the DTC system, or otherwise to take actions in respect of such Bonds, may be limited due to lack of a physical certificate. Beneficial Owners will be permitted to exercise the rights of registered Owners only indirectly through DTC and the Participants. See "**THE BONDS– Book-Entry Only System**."

Redemption Prior to Maturity/Loss of Premium from Redemption

In considering whether the Bonds might be redeemed prior to maturity, Bondholders should consider the information included in this Preliminary Official Statement under the heading "**THE BONDS – Redemption**." Furthermore, the Bonds are subject to optional and mandatory redemption as set forth herein. See "**THE BONDS - Prepayment**" herein. Any person who purchases the Bonds at a price in excess of their principal amount or who holds such Bonds trading at a price in excess of par should consider the fact that the Bonds are subject to redemption prior to maturity at the redemption prices described herein in the event such Bonds are redeemed prior to maturity.

Cybersecurity

The Issuer relies on its information systems to provide security for processing, transmission and storage of confidential and other sensitive information. Security breaches, including electronic break-ins, computer viruses, attacks by hackers and similar breaches could create disruptions or shutdowns of the Issuer and the services it provides, or the unauthorized access to or disclosure of personally identifiable information and other confidential or sensitive information. Despite security measures, the Issuer may remain vulnerable to attacks by outside or internal hackers, or breaches caused by employee error, negligence or malfeasance. Any failure to maintain proper functionality and security of the Issuer's information systems could interrupt the Issuer's operations, damage its reputation, subject it to significant costs, liability claims or regulatory penalties, and could have a material adverse effect on the operations and financial condition of the Issuer. The Issuer has a cyber-insurance policy. The Issuer cannot predict whether this policy will be sufficient in the event of a cyberattack.

Environmental and Climate-Related

Due to recent increases in the frequency and intensity of extreme weather events and natural disasters, the Issuer and its residents and businesses may experience operational disruptions and increased costs for mitigation and recovery. The increased costs of risk-mitigation and recovery efforts cannot be determined with certainty due to the multiple factors associated with these costs, including but not limited to, the future frequency and intensity of these events, future legal and regulatory requirements, the costs of labor and materials used in mitigation and recovery, insurance rates and available coverages, and the level of state and federal assistance available.

Financial Condition of the Issuer from time to time

No representation is made as to the future financial condition of the Issuer. Certain risks discussed herein could adversely affect the financial condition and/or operations of the Issuer in the future. For fiscal year ending June 30, 2024, the auditor noted a significant deficiency in internal controls regarding segregation of duties. No such deficiency was noted for fiscal year ending June 30, 2025, as set forth, in the audited financial statements attached as Appendix D.

Continuing Disclosure

A failure by the Issuer to comply with the continuing disclosure obligations (see "CONTINUING DISCLOSURE" herein) will not constitute an event of default on the Bonds. Any such failure must be disclosed in accordance with the Rule and may adversely affect the transferability and liquidity of the Bonds and their market price.

Bankruptcy and Insolvency

The rights and remedies provided in the Series 2027 Resolution may be limited by and are subject to the provisions of federal bankruptcy laws, to other laws or equitable principles that may affect the enforcement of creditors' rights, to the exercise of judicial discretion in appropriate cases and to limitations in legal remedies against exercise of judicial discretion in appropriate cases and to limitations on legal remedies against municipal corporations in the State of Iowa. The various opinions of counsel to be delivered with respect to the Bonds and the Series 2027 Resolution, including the opinion of Bond Counsel, will be similarly qualified. If the Issuer were to file a petition under Chapter Nine of the

Federal Bankruptcy Code, the owners of the Bonds could be prohibited from taking any steps to enforce their rights under the Series 2027 Resolution. In the event the Issuer fails to comply with its covenants under the Series 2027 Resolution or fails to make payments on the Bonds, there can be no assurance of the availability of remedies adequate to protect the interests of the holders of the Bonds.

Under sections 76.16 and 76.16A of the Iowa Code, a city, county, or other political subdivision may become a debtor under Chapter Nine of the Federal Bankruptcy Code, if it is rendered insolvent, as defined in 11 U.S.C. §101(32)(c), as a result of a debt involuntarily incurred. As used therein, "debt" means an obligation to pay money, other than pursuant to a valid and binding collective bargaining agreement or previously authorized bond issue, as to which the governing body of the city, county, or other political subdivision has made a specific finding set forth in a duly adopted resolution of each of the following: (1) that all or a portion of such obligation will not be paid from available insurance proceeds and must be paid from an increase in general tax levy; (2) that such increase in the general tax levy will result in a severe, adverse impact on the ability of the city, county, or political subdivision to exercise the powers granted to it under applicable law, including without limitation providing necessary services and promoting economic development; (3) that as a result of such obligation, the city, county, or other political subdivision is unable to pay its debts as they become due; and (4) that the debt is not an obligation to pay money to a city, county, entity organized pursuant to Chapter 28E of the Iowa Code, or other political subdivision.

Project Completion/Risks of Construction

A delay in completion of the Project may arise from any number of other causes, including but not limited to, adverse weather conditions, unavailability of subcontractors, supply chain issues and negligence on the part of subcontractors, labor disputes, or unanticipated increase costs of construction, equipping or renovation. Any of these events or occurrences, separately or in combination, could have a material adverse effect on the Issuer's ability to complete the Project, or to complete it as planned and on schedule. The Issuer believes that the proceeds of the Bonds plus the previously issued $10,000,000 General Obligation School Bonds, Series 2026, dated November 24, 2026, and proceeds of the expected issuance of the remaining voter approved $3,000,000 General Obligation School Bonds to be issued in 2028 will be sufficient to complete the Project; however, the cost of construction of the Project may be affected by factors beyond the control of the Issuer, including strikes, material shortages, adverse weather conditions, trade tariffs, subcontractor defaults, delays, and unknown conditions.

Damage or Destruction to Issuer's Facilities

Although the District maintains certain kinds of insurance, there can be no assurance that the Issuer will not suffer uninsured losses in the event of damage to or destruction of the Issuers facilities, including the Project, due to fire or other calamity or in the event of other unforeseen circumstances.

General Liability Claims

In recent years, the number of general liability suits and the dollar amounts of damage awards have increased nationwide, resulting in substantial increases in insurance premiums. Litigation may also arise against the Issuer from its business activities, such as its status as an employer. While the Issuer maintains general liability insurance coverage, the Issuer is unable to predict the availability or cost of such insurance in the future. In addition, it is possible that certain types of liability awards may not be covered by insurance as in effect at relevant times. Any negative impact resulting from such awards may impact the Issuer's ability to operate.

Suitability of Investment

The interest rate borne by the Bonds is intended to compensate the investor for assuming the risk of investing in the Bonds. Each prospective investor should carefully examine this Official Statement and its own financial condition to make a judgment as to its ability to bear the economic risk of such an investment, and whether or not the Bonds are an appropriate investment for such investor.

Risks as Employer

The Issuer is a major employer, combining a mix of full-time faculty, part-time faculty, technical and clerical support staff and other types of workers in a single operation. As with all large employers, the Issuer bears a wide variety of risks in connection with its employees. These risks include discrimination claims, personal tort actions, work-related injuries, exposure to hazardous materials, interpersonal torts (such as between employees or between employees and students) and other risks that may flow from the relationships between employer and employee or between students and employees. Certain of these risks are not covered by insurance, and certain of them cannot be anticipated or prevented.

Proposed Federal Tax Legislation

From time to time, there are Presidential proposals, proposals of various federal committees, and legislative proposals are pending in Congress that could, if enacted, alter or amend one or more of the federal tax matters described herein in certain respects or would adversely affect the market value of the Bonds or otherwise prevent holders of the Bonds from realizing the full benefit of the tax exemption of interest on the Bonds. Further such proposals may impact the marketability or market value of the Bonds simply by being proposed. It cannot be predicted whether or in what forms any of such proposals, either pending or that may be introduced, may be enacted and there can be no assurance that such proposals will not apply to the Bonds. In addition, regulatory actions are from time to time announced or proposed, and litigation

threatened or commenced, which if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Bonds would be impacted thereby.

Risk of Audit

The Internal Revenue Service has an ongoing program to audit tax-exempt obligations to determine the legitimacy of the tax status of such obligations. No assurance can be given as to whether the Internal Revenue Service will commence an audit of the Bonds. Public awareness of any audit could adversely affect the market value and liquidity of the Bonds during the pendency of the audit, regardless of the ultimate outcome of the audit.

Factors Beyond Issuer's Control

Changing priorities in federal policies can result in reductions to the level or priority of federal funding for a variety of federally funded programs, including education related programs. Such changes could have an adverse impact on the Issuer's operations or financial position. Economic and other factors beyond the Issuer's control, such as economic recession, deflation of property values, or financial difficulty or bankruptcy by one or more major property taxpayers, or the complete or partial destruction of taxable property caused by, among other eventualities, earthquake, flood, fire or other natural disaster, could cause a reduction in the assessed value within the corporate boundaries of the Issuer. The State of Iowa, including the Issuer, is susceptible to tornados, flooding and extreme weather wherein winds and flooding have from time to time caused significant damage, which may have an adverse impact on the Issuer's financial position.

Other Factors

An investment in the Bonds involves an element of risk. In order to identify risk factors and make an informed investment decision, potential investors should be thoroughly familiar with this entire Official Statement (including the Appendices hereto) in order to make a judgment as to whether the Bonds are an appropriate investment.

Summary

The foregoing is intended only as a summary of certain risk factors attendant to an investment in the Bonds. In order for potential investors to identify risk factors and make an informed investment decision, potential investors should become thoroughly familiar with this entire Official Statement and the Appendices hereto.

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 March 2, 2021, voters in the school district approved the current RPS. The RPS describes the permitted uses of the Tax Revenue and is effective until repealed or amended. 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 calling for an election on the bonds, the school district must either submit the bond proposition 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 August 11, 2025. 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 on July 1. The Act requires the Department to transfer 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 Property Tax Equity Relief fund ("PTER"). Effective July 1, 2019, that amount increased to 3.1% and allowed for an annual increase of 1.0% each subsequent year if the growth in total Tax revenues per year exceeded 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 PTER 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 was less than 2.0%, no additional amount would be diverted to the PTER fund. The maximum amount of Tax dollars that could be diverted was 30.0%. The amounts diverted now to the PTER fund will be 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 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.

With the enactment of SF2472, the Tax was extended to January 1, 2071 and the transfer of Tax revenues to the PTR fund was accelerated. 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%).

HISTORICAL AND ESTIMATED STATEWIDE RECEIPTS OF THE TAX

Presented below is the actual or estimated receipts of the Tax by the State and the allocations to the various funds pursuant to the 2019 Act, as discussed herein:

Fiscal Year	Total Collections	Allocated to PTR	Allocated to Career Academies	Allocated to schools
2027	$754,656,839	$94,332,105	$5,000,000	$655,324,734
2026	733,388,570	52,070,588	5,000,000	676,317,971
2025	694,062,710	49,278,452	5,000,000	639,784,258
2024	687,794,332	41,930,132	5,000,000	640,864,200
2023	626,759,000	38,568,473	5,000,000	583,526,701
2022	632,076,590	32,235,906	5,000,000	594,840,684

CURRENT STATEWIDE RECEIPTS OF THE TAX – AVERAGE PER PUPIL RECEIPTS (3) (4)

Fiscal Year	Original State Estimate	Statewide Disbursements (1)	Statewide Enrollment (2)	Average Revenue per Student
2021	$499,356,865	$544,786,628	490,094	$1,111.60
2022	540,481,659	594,840,684	484,159	1,228.61
2023	598,208,742	583,526,701	485,630	1,201.59
2024	600,005,449	640,864,200	486,476	1,317.36
2025	661,436,255	639,784,258	483,699	1,322.69
2026	652,679,943	676,317,971	480,665	1,407.05
2027	655,324,734	655,324,734	473,329	1,384.50

(1) Historical Payments through Fiscal Year 2026 as provided by the Department

(2) Statewide Enrollment count is from the Prior October Count (i.e. the October 1, 2025 count is used for distributing Tax Revenues in Fiscal Year 2027)

(3) Revenue calculations are provided on an accrual basis

(4) FY2027 revenue per pupil estimate provided by the Department; and may be different than the actual distribution

ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS (4)

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

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 (4)(5)
6/30/27	754,656,839	5,000,000	94,332,105	655,324,734	473,329	1,384.50
6/30/28	754,656,839	5,000,000	113,198,526	636,458,313	473,329	1,344.64
6/30/29	754,656,839	5,000,000	132,064,947	617,591,892	473,329	1,304.78
6/30/30	754,656,839	5,000,000	169,797,789	579,859,050	473,329	1,225.06
6/30/31 & thereafter	754,656,839	5,000,000	188,664,210	560,992,629	473,329	1,185.21

(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) For fiscal years after 2027, there assumes no change in enrollment from the October 1, 2025 Certified Enrollment Count used for Fiscal Year 2027.

(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 as of the Amount of School Distribution divided by October 1, 2025 certified enrollment.

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Table II: Assuming Growth in Statewide Revenues & No Enrollment Changes - using current enrollment (1) (2)(4)

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	754,656,839	5,000,000	94,332,105	655,324,734	473,329	1,384.50
6/30/28	773,070,465	5,000,000	115,960,570	652,109,896	473,329	1,377.71
6/30/29	791,933,385	5,000,000	138,588,342	648,345,042	473,329	1,369.75
6/30/30	811,256,559	5,000,000	182,532,726	623,723,833	473,329	1,317.74
6/30/31	831,051,219	5,000,000	207,762,805	618,288,415	473,329	1,306.25
6/30/32	851,328,869	5,000,000	212,832,217	633,496,652	473,329	1,338.38
6/30/33	872,101,294	5,000,000	218,025,323	649,075,970	473,329	1,371.30
6/30/34	893,380,565	5,000,000	223,345,141	665,035,424	473,329	1,405.02
6/30/35	915,179,051	5,000,000	228,794,763	681,384,288	473,329	1,439.56
6/30/36	937,509,420	5,000,000	234,377,355	698,132,065	473,329	1,474.94
6/30/37	960,384,650	5,000,000	240,096,162	715,288,487	473,329	1,511.19
6/30/38	983,818,035	5,000,000	245,954,509	732,863,526	473,329	1,548.32
6/30/39	1,007,823,195	5,000,000	251,955,799	750,867,396	473,329	1,586.35
6/30/40	1,032,414,081	5,000,000	258,103,520	769,310,561	473,329	1,625.32
6/30/41	1,057,604,985	5,000,000	264,401,246	788,203,738	473,329	1,665.23
6/30/42	1,083,410,546	5,000,000	270,852,637	807,557,910	473,329	1,706.12
6/30/43	1,109,845,764	5,000,000	277,461,441	827,384,323	473,329	1,748.01
6/30/44	1,136,926,000	5,000,000	284,231,500	847,694,500	473,329	1,790.92
6/30/45	1,164,666,995	5,000,000	291,166,749	868,500,246	473,329	1,834.87
6/30/46	1,193,084,869	5,000,000	298,271,217	889,813,652	473,329	1,879.90
6/30/47	1,222,196,140	5,000,000	305,549,035	911,647,105	473,329	1,926.03
6/30/48	1,252,017,726	5,000,000	313,004,431	934,013,294	473,329	1,973.28
6/30/49	1,282,566,958	5,000,000	320,641,740	956,925,219	473,329	2,021.69
6/30/50	1,313,861,592	5,000,000	328,465,398	980,396,194	473,329	2,071.28
6/30/51	1,345,919,815	5,000,000	336,479,954	1,004,439,861	473,329	2,122.07
6/30/52	1,378,760,259	5,000,000	344,690,065	1,029,070,194	473,329	2,174.11
6/30/53	1,412,402,009	5,000,000	353,100,502	1,054,301,507	473,329	2,227.42
6/30/54	1,446,864,618	5,000,000	361,716,154	1,080,148,463	473,329	2,282.02
6/30/55	1,482,168,115	5,000,000	370,542,029	1,106,626,086	473,329	2,337.96
6/30/56	1,518,333,017	5,000,000	379,583,254	1,133,749,762	473,329	2,395.27
6/30/57	1,555,380,342	5,000,000	388,845,086	1,161,535,257	473,329	2,453.97
6/30/58	1,593,331,622	5,000,000	398,332,906	1,189,998,717	473,329	2,514.10
6/30/59	1,632,208,914	5,000,000	408,052,229	1,219,156,686	473,329	2,575.70
6/30/60	1,672,034,812	5,000,000	418,008,703	1,249,026,109	473,329	2,638.81
6/30/61	1,712,832,461	5,000,000	428,208,115	1,279,624,346	473,329	2,703.45
6/30/62	1,754,625,573	5,000,000	438,656,393	1,310,969,180	473,329	2,769.68
6/30/63	1,797,438,437	5,000,000	449,359,609	1,343,078,828	473,329	2,837.51
6/30/64	1,841,295,935	5,000,000	460,323,984	1,375,971,951	473,329	2,907.01
6/30/65	1,886,223,556	5,000,000	471,555,889	1,409,667,667	473,329	2,978.20
6/30/66	1,932,247,410	5,000,000	483,061,853	1,444,185,558	473,329	3,051.12
6/30/67	1,979,394,247	5,000,000	494,848,562	1,479,545,685	473,329	3,125.83
6/30/68	2,027,691,467	5,000,000	506,922,867	1,515,768,600	473,329	3,202.35
6/30/69	2,077,167,139	5,000,000	519,291,785	1,552,875,354	473,329	3,280.75
6/30/70	2,127,850,017	5,000,000	531,962,504	1,590,887,513	473,329	3,361.06
6/30/71	1,089,884,779	5,000,000	272,471,195	814,913,584	473,329	1,721.67

(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, 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 2027 - 2031 average revenue per pupil estimate is calculated by dividing the Amount of School Distribution by the October 1, 2025 certified enrollment.

CALCULATIONS OF FISCAL YEAR TOTAL COLLECTIONS

The 2022 Act requires the Department to pay the school districts in the State an amount equal to 100% of the actual amount received multiplied by the individual school district's enrollment as a percentage of total statewide school enrollment. The Department is obligated to estimate revenues as of each August 15 of the fiscal year beginning July 1 and provide that revenue estimate to the school districts in the State, for planning purposes.

HISTORICAL RESIDENT ENROLLMENT IN THE SCHOOL DISTRICT

Count Date October 1	Fiscal Year	Enrollment	Count Date October 1	Fiscal Year	Enrollment
2001	2002-03	705.3	2014	2015-16	559.7
2002	2003-04	695.6	2015	2016-17	546.0
2003	2004-05	700.6	2016	2017-18	511.0
2004	2005-06	643.1	2017	2018-19	497.0
2005	2006-07	651.1	2018	2019-20	501.8
2006	2007-08	666.5	2019	2020-21	523.7
2007	2008-09	632.7	2020	2021-22	507.1
2008	2009-10	616.3	2021	2022-23	507.2
2009	2010-11	620.7	2022	2023-24	516.7
2010	2011-12	604.4	2023	2024-25	532.9
2011	2012-13	600.5	2024	2025-26	538.8
2012	2013-14	573.4	2025	2026-27	518.2
2013	2014-15	564.4	2026	2027-28	510.8

ACTUAL HISTORIC SALES, SERVICES & USE TAX REVENUE RECEIPTS (1)

Presented below is a table illustrating the actual Tax Revenues received by the Issuer for the period indicated on an accrual basis:

Fiscal Year	Total Revenues	Approximate Per Student
2005	$466,796	$666
2006	$483,408	$752
2007	$508,149	$780
2008	$545,052	$818
2009	$496,278	$784
2010	$534,247	$867
2011	$536,305	$864
2012	$509,962	$844
2013	$522,234	$870
2014	$498,903	$870
2015	$520,708	$923
2016	$527,791	$943
2017	$513,087	$940
2018	$496,993	$973
2019	$494,614	$995
2020	$520,261	$1,037
2021	$582,145	$1,112
2022	$623,028	$1,229
2023	$609,091	$1,201
2024	$680,680	$1,317
2025	$704,862	$1,323
2026	$758,119	$1,407
2027*	$717,448	$1,385

(1) Source: Iowa Department of Revenue
* Estimated for FY2027

ESTIMATED FUTURE SALES, SERVICES & USE TAX RECEIPTS

Presented below is a table illustrating the estimated Tax Revenues received for the periods indicated, using the assumptions noted below:

Fiscal Year	Estimated Collection Without Growth (1)	Estimated Collection With Growth (2)
2027	717,448	717,448
2028	686,829	703,720
2029	666,470	699,657
2030	625,751	673,087
2031	605,391	667,221
2032	605,391	683,633
2033	605,391	700,446
2034	605,391	717,668
2035	605,391	735,311
2036	605,391	753,384
2037	605,391	771,898
2038	605,391	790,864
2039	605,391	810,293
2040	605,391	830,196
2041	605,391	850,584
2042	605,391	871,470
2043	605,391	892,866
2044	605,391	914,783
2045	605,391	937,236
2046	605,391	960,236
2047	605,391	983,797
2048	605,391	1,007,934
2049	605,391	1,032,659
2050	605,391	1,057,987
2051	605,391	1,083,934
2052	605,391	1,110,514
2053	605,391	1,137,742
2054	605,391	1,165,634
2055	605,391	1,194,208
2056	605,391	1,223,478

_____

(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. Assumes no enrollment decline or increase of students per year from October 1, 2025 count used for Fiscal Year 2027 and the enrollment from the October 1, 2026 count used for Fiscal Year 2028 and thereafter.

(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 Revenue & No Enrollment Changes – using current enrollment" herein . Assumes no enrollment decline or increase of students per year from October 1, 2025 count used for Fiscal Year 2027 and the enrollment from the October 1, 2026 count used for Fiscal Year 2028 and thereafter.

ESTIMATED DEBT SERVICE AND COVERAGE ON THE BONDS (2)

Presented below is the estimated annual debt service requirement and the estimated debt service coverage on the Bonds, on an accrual basis:

		No Growth Assumed		Growth Assumed	
Fiscal Year	P&I Payments	Estimated Collections	Estimated Coverage	Estimated Collections	Estimated Coverage
	(1)	(2) (4)		(3) (5)	
2027	130,364	717,448	5.50	717,448	5.50
2028	553,475	686,829	1.24	703,720	1.27
2029	533,850	666,470	1.25	699,657	1.31
2030	504,775	625,751	1.24	673,087	1.33
2031	486,800	605,391	1.24	667,221	1.37
2032	484,375	605,391	1.25	683,633	1.41
2033	486,675	605,391	1.24	700,446	1.44
2034	488,425	605,391	1.24	717,668	1.47
2035	484,625	605,391	1.25	735,311	1.52
2036	485,550	605,391	1.25	753,384	1.55
2037	485,925	605,391	1.25	771,898	1.59
2038	485,750	605,391	1.25	790,864	1.63
2039	485,025	605,391	1.25	810,293	1.67
2040	483,750	605,391	1.25	830,196	1.72
2041	486,925	605,391	1.24	850,584	1.75
2042	484,275	605,391	1.25	871,470	1.80
2043	486,075	605,391	1.25	892,866	1.84
2044	487,050	605,391	1.24	914,783	1.88
2045	487,200	605,391	1.24	937,236	1.92
2046	486,525	605,391	1.24	960,236	1.97
2047	488,025	605,391	1.24	983,797	2.02
2048	483,850	605,391	1.25	1,007,934	2.08
2049	484,225	605,391	1.25	1,032,659	2.13
2050	483,925	605,391	1.25	1,057,987	2.19
2051	487,950	605,391	1.24	1,083,934	2.22
2052	486,075	605,391	1.25	1,110,514	2.28
2053	488,525	605,391	1.24	1,137,742	2.33
2054	485,075	605,391	1.25	1,165,634	2.40
2055	485,950	605,391	1.25	1,194,208	2.46
2056	485,925	605,391	1.25	1,223,478	2.52
	14,356,939				

(1) Represents estimated Debt Service on the Bonds. Preliminary, subject to change

(2) Future revenue estimates assume no enrollment decline or increase of students per year from October 1, 2025 count used for Fiscal Year 2027 and the enrollment from the October 1, 2026 count used for Fiscal Year 2028 and thereafter.

(3) Assumes revenue per pupil as outlined in "ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table I" 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" herein and District receipt estimates as outlined in "ESTIMATED FUTURE SALES, SERVICES & USE TAX RECEIPTS"

Summary of Bond Resolution

Definitions. The following terms with or without capitalization shall have the following meanings in the Series 2026 Resolution unless the text expressly or by necessary implication requires otherwise:

- "Act" shall mean Iowa Code Chapter 423F, as from time to time amended and supplemented.
- "Additional Bonds" shall mean any obligation payable from School Infrastructure Tax Revenues issued on a parity with the Bonds in accordance with the provisions of the Series 2027 Resolution.
- "Authorized Denominations" shall mean $5,000 or any integral multiple thereof.
- "Beneficial Owner" shall mean the person in whose name such Bond is recorded as the beneficial owner of a Bond by a Participant

on the records of such Participant or such person's subrogee.

- Option: "Bond Insurer" shall mean _____, its successors and assigns.
- "Bond Proceeds" shall mean the amount actually received from the sale of the Bonds and paid to the Issuer on the Closing Date.
- "Bond(s)" shall mean $_____ School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2027, authorized to be issued by the Series 2027 Resolution.
- "Cede & Co." shall mean Cede & Co., the nominee of DTC, and any successor nominee of DTC with respect to the Bonds.
- "Closing Date" shall mean the date of the delivery of the Bonds in exchange for the agreed upon purchase price.
- "Continuing Disclosure Certificate" shall mean that certain Continuing Disclosure Certificate executed by the Issuer and dated the date of issuance and delivery of the Bonds, as originally executed and as it may be amended from time to time in accordance with the terms thereof.
- "Debt Service Fund" shall mean the Sinking Fund.
- "Depository Bonds" shall mean the Bonds as issued in the form of one global certificate for each maturity, registered in the Registration Books maintained by the Registrar in the name of DTC or its nominee.
- "DTC" shall mean The Depository Trust Company, New York, New York, a limited purpose trust company, or any successor book-entry securities depository appointed for the Bonds.
- "Economic Refunding" shall mean the sale and issuance of refunding bonds issued to discharge and satisfy all or a part of the Bonds or the Outstanding Bonds in accordance with Section 20 of the Series 2027 Resolution, and to pay costs of issuance. The refunding must (i) produce annual debt service on the refunding bonds not greater than the total (remaining) debt service on the refunded bonds; (ii) shall not have a payment in any Fiscal Year (through maturity of the new bonds) that is greater than the payment on the Bonds or Outstanding Bonds being refunded, and (iii) shall not extend the final maturity of the refunded bonds.
- "Fiscal Year" shall mean the twelve-month period beginning on July l of each year and ending on the last day of June of the following year, or any other consecutive twelve-month period adopted by the Governing Body or by law as the official accounting period of the Issuer. Requirements of a Fiscal Year as expressed in the Series 2027 Resolution shall exclude any payment of principal or interest falling due on the first day of the Fiscal Year and include any payment of principal or interest falling due on the first day of the succeeding Fiscal Year.
- "Governing Body" shall mean the Board of Directors of the School District.
- "Independent Auditor" shall mean an independent firm of Certified Public Accountants, an independent financial consultant, placement agent representing the Issuer, Municipal Advisor, or the Auditor of State.
- "Issuer" and "School District" shall mean the South Winneshiek Community School District, county of Winneshiek, State of Iowa.
- "Original Purchaser" shall mean _____, _____.
- "Parity Bonds" shall mean School Infrastructure Sales, Services and Use Tax Revenue Bonds, notes or other obligations payable solely from the School Infrastructure Tax Revenues on an equal basis with the Bonds and shall include Additional Bonds as authorized to be issued under the terms of the Series 2027 Resolution.
- "Participants" shall mean those broker-dealers, banks and other financial institutions for which DTC holds Bonds as securities depository.
- "Paying Agent" shall mean UMB Bank, N.A., or such successor as may be approved by Issuer as provided herein and who shall carry out the duties prescribed herein as Issuer's agent to provide for the payment of principal of and interest on the Bonds as the same shall become due.
- "Permitted Investments" shall mean any investments permitted in Iowa Code Chapter 12B or Section 12C.9. All interim investments must mature before the date on which the moneys are required for payment of principal and interest on the Bonds or project costs.
- "Project" shall mean a school infrastructure project as authorized by the electors at the election held March 2, 2021 and the Act, including to build, furnish and equip an addition to the high school, including classrooms, commons / cafeteria area, modern library and learning center, and a competition gym, with related improvements and site improvements, including demolition and removal of the 1930's east wing of the high school; and to remodel, repair, improve, furnish and equip the existing high school, including converting the current weight room into STEAM classrooms and adding a new main entrance on the north side of the high school.
- "Project Fund" shall mean the fund required to be established by the Series 2027 Resolution for the deposit of the proceeds of the Bonds.
- "Rebate Fund" shall mean the rebate fund so defined in and established pursuant to the Tax Exemption Certificate and as provided in Section 21 of the Series 2027 Resolution.
- "Registrar" shall mean UMB Bank, N.A. of West Des Moines, Iowa, or such successor as may be approved by Issuer as provided herein and who shall carry out the duties prescribed herein with respect to maintaining a register of the owners of the Bonds. Unless otherwise specified, the Registrar shall also act as Transfer Agent for the Bonds.
- "Representation Letter" shall mean the Blanket Issuer Letter of Representations executed and delivered by the Issuer to DTC on file with DTC.
- "Reserve Fund" shall mean the reserve fund established in Section 16 of the series 2027 Resolution.
- "Reserve Fund Requirement" shall mean the Series 2026 Reserve Fund Requirement and, for any future Parity Bonds secured by the Reserve Fund, an amount equal to the lesser of (a) the maximum amount of the principal and interest coming due on the Bonds and any Additional Bonds secured by the Reserve Fund; (b) 10% of the stated principal amount of the Bonds and any Additional Bonds secured by the Reserve Fund (for issues with original issue discount the issue price as defined in the Tax Exemption Certificate shall be substituted for the stated principal amount) or (c) 125% of the average principal and interest coming due on the Bonds and any Additional Bonds secured by the Reserve Fund. For purposes of this definition: (1) "issue price" shall be substituted for "stated principal amount" for issues with original issue discount or original issue premium of more than a de minimus amount and (2) stated principal amount shall not include any portion of an issue refunded or advance refunded by a subsequent issue.

- "Resolution" shall mean the Series 2027 resolution authorizing the issuance of the Bonds.
- "Revenue Estimating Conference" shall mean the state revenue estimating conference established pursuant to Iowa Code 8.22A, as amended.
- "Revenue Fund" shall mean the revenue fund established in Section 16 of the Series 2027 Resolution.
- "School Infrastructure Tax" shall mean the one percent (1%) sales, services and use tax imposed by the State of Iowa for school infrastructure purposes which must be deposited into the State Secure an Advanced Vision for Education Fund and distributed to the School District pursuant to Iowa Code Section 423F.2, as amended.
- "School Infrastructure Tax Revenues" shall mean all of the revenues received by the School District in each Fiscal Year from the imposition of the School Infrastructure Tax (including, without limitation, any revenues received by the School District from interest and penalties on delinquent collections of the School Infrastructure Tax).
- "Secretary" shall mean the Secretary of the Board of Directors of the School District, or such other officer of the successor Governing Body as shall be charged with substantially the same duties and responsibilities.
- "Series 2026 Reserve Fund Requirement" shall mean an amount equal to $_____, which is an amount equal to the lesser of (a) the maximum amount of the principal and interest coming due on the Bonds; (b) 10% of the stated principal amount of the Bonds (for issues with original issue discount the issue price as defined in the Tax Exemption Certificate shall be substituted for the stated principal amount) or (c) 125% of the average principal and interest coming due on the Bonds. For purposes of this definition: (1) "issue price" shall be substituted for "stated principal amount" for issues with original issue discount or original issue premium of more than a de minimus amount and (2) stated principal amount shall not include any portion of an issue refunded or advance refunded by a subsequent issue.
- "Sinking Fund" shall mean the sinking fund established in Section 16 of the Series 2027 Resolution.
- "State" shall mean the State of Iowa.
- "Statewide Sales Tax Revenues" shall mean either (a) all revenue received by the State from the one percent (1%) sales, services and use tax imposed by the State of Iowa for school infrastructure purposes for the most recent full fiscal year, or (b) the estimate (i) provided by the Iowa Department of Revenue to Iowa school districts as the total revenue from such sales, services and use tax, which estimate is currently scheduled to be shared with Iowa school districts on or around August 31 of each year, for the fiscal year ending the following June 30 or (ii) if the bonds are to be dated not less than six months after the start of the current fiscal year, based on the most recent Revenue Estimating Conference report.
- "Statutory Reductions" shall mean the amount of any current or future statutory reductions, transfers or diversions from the Statewide Sales Tax Revenues, including without limitation amounts diverted to career academies and scheduled transfer to the State's Property Tax Equity Relief Fund.
- "Tax Exemption Certificate" shall mean the Tax Exemption Certificate executed by the Treasurer and delivered at the time of issuance and delivery of the Bonds.
- "Treasurer" shall mean the Treasurer of the School District or such other officer as shall succeed to the same duties and responsibilities with respect to the recording and payment of the Bonds issued hereunder.
- "Yield Restricted" shall mean any amount required to be invested at a yield that is not materially higher than the yield on the Bonds under Section 148(a) of the Internal Revenue Code or regulations issued thereunder.

Application of Bond Proceeds - Project Fund. Proceeds of the Bonds shall be applied as follows:

- An amount equal to accrued interest shall be deposited in the Sinking Fund for application to the first payment of interest on the Bonds.
- An amount sufficient to meet the Reserve Fund Requirement shall be deposited in the Reserve Fund.
- There is hereby created a Project Fund, to be held by the Issuer, into which the balance of the Bond Proceeds shall be deposited and expended therefrom for the purposes of issuance. Any amounts on hand in the Project Fund shall be available for the payment of the principal of or interest on the Bonds at any time that other School Infrastructure Tax Revenues shall be insufficient to the purpose, in which event such funds shall be repaid to the Project Fund at the earliest opportunity. Any balance on hand in the Project Fund and not immediately required for its purposes may be invested not inconsistent with limitations provided by law, the Internal Revenue Code and the Series 2027 Resolution.

Application of Revenues. From and after the delivery of any Bonds, and as long as any of the Bonds or Parity Bonds shall be outstanding and unpaid either as to principal or interest, or until all of the Bonds and any Parity Bonds then outstanding shall have been discharged and satisfied in the manner provided in the Series 2027 Resolution, all of the receipts of the School Infrastructure Tax Revenues shall be deposited as collected with the Issuer in a special fund to be known as the South Winneshiek Community School District School Infrastructure Sales and Services Tax Revenue Fund (the "Revenue Fund"), and shall be disbursed only as follows:

1. Sinking Fund. Money in the Revenue Fund shall first be disbursed to make deposits into a separate and special fund to pay the principal and interest requirements of the Fiscal Year on the Bonds and any Parity Bonds, which shall be held by or on behalf of the Issuer. The fund shall be known as the School Infrastructure Sales, Services and Use Tax Revenue Bond Interest Sinking Fund (the "Sinking Fund"). The required amount to be deposited in the Sinking Fund in any month shall be the equal monthly amount necessary to pay in full the installment of interest coming due on the next interest payment date on the then outstanding Bonds and Parity Bonds plus the equal monthly amount necessary to pay in full the installment of principal coming due on such Bonds on the next succeeding principal payment date until the full amount of such installment is on hand. If for any reason the amount on hand in the Sinking Fund exceeds the required amount, the excess shall forthwith be withdrawn and paid into the Revenue Fund. Money in the Sinking Fund shall be used solely for the purpose of paying principal of and interest on the Bonds and Parity Bonds as the same shall become due and payable. Accrued interest, if any, shall be deposited in the Sinking Fund.

2. Reserve Fund. Money in the Revenue Fund shall next be disbursed to maintain a debt service reserve in an amount equal to the Reserve Fund Requirement which shall be held by or on behalf of the Issuer. Such fund shall be known as the School Infrastructure Sales, Services and Use Tax Revenue Debt Service Reserve Fund (the "Reserve Fund") and shall only secure the Bonds. In each month there shall be deposited in the Reserve Fund an amount equal to 100 percent of the amount required by the Series 2027 Resolution and any future resolutions for Parity Bonds secured by the Reserve Fund to be deposited in such month in the Sinking Fund; provided, however, that when the amount on deposit in the Reserve Fund shall be not less than the Reserve Fund Requirement, no further deposits shall be made into the Reserve Fund except to maintain such level, and when the amount on deposit in the Reserve Fund is greater than the balance required above, such additional amounts shall be withdrawn and paid into the Revenue Fund. Money in the Reserve Fund shall be used solely for the purpose of paying principal at maturity of or interest on the Bonds and any future Parity Bonds for the payment of which insufficient money shall be available in the Sinking Fund. Whenever it shall become necessary to so use money in the Reserve Fund, the payments required above shall be continued or resumed until it shall have been restored to the required minimum amount. On the Closing Date, $_____ of the Bond Proceeds shall be deposited in the Reserve Fund.

A future Reserve Fund Subaccount may be established for Additional Bonds to secure the payment of such Additional Bonds at the option of the issuer and the terms and conditions of the purchase of such Additional Bonds.

In lieu of maintaining and depositing moneys in the Reserve Fund, the School District may hold in deposit in the Reserve Fund a letter of credit, surety bond or similar instrument issued by a bank, insurance company or other financial institution in an amount equal to the Reserve Fund Requirement, such bank, insurance company or other financial institution, as the case may be, having a credit rating at the time of such delivery in one of two highest rating categories of any nationally recognized rating service (without regard to any refinements of gradation of any rating category by numerical modified or otherwise).

On the Closing Date, the School District shall establish a subaccount within the Reserve Fund to secure only the Bonds known as the "Series 2026 Bond Subaccount" and shall deposit an amount equal to the Series 2026 Reserve Fund Requirement from the Bond Proceeds into the Series 2026 Bond Subaccount.

The School District may establish other subaccounts within the Reserve Fund upon the issuance of future Parity Bonds which are required to be secured by the Reserve Fund. The money deposited into the Revenue Fund shall be disbursed on a parity basis to make deposits into the various subaccounts of the Reserve Fund for all future Parity Bonds secured thereby. The subaccounts in the Reserve Fund shall be segregated from all other funds, accounts and subaccounts established by the Series 2027 Resolution and any future resolution for Parity Bonds secured by the Reserve Fund, and each subaccount shall be segregated and shall not be commingled. The Series 2026 Bond Subaccount shall not be pledged to any future Parity Bonds.

3. Subordinate Obligations. Money in the Revenue Fund may next be used to pay principal of and interest on (including reasonable reserves therefor) any other obligations which by their terms shall be payable from the School Infrastructure Tax Revenues, but subordinate to the Bonds and Parity Bonds.

4. Surplus Revenue. Any remaining money may be used to pay or redeem any of the Bonds or Parity Bonds or may be used for any lawful purpose.

Money in the Revenue Fund shall be allotted and paid into the various funds and accounts hereinbefore referred to in the order in which said funds are listed, on a cumulative basis on or before the 15th day of each month, or on the next succeeding business day when the 15th shall not be a business day; and if in any month the money in the Revenue Fund (including the Sinking Fund or the Reserve Fund), shall be insufficient to deposit or transfer the required amount in any of said funds or accounts, the deficiency shall be made up in the following month or months after payments into all funds and accounts enjoying a prior claim to the revenues shall have been met in full. The Issuer may establish various subaccounts within each fund established by the Series 2027 Resolution.

Failure to make such allocation and payment without cure within thirty days shall constitute an event of default under the Series 2027 Resolution.

Investments. Moneys on hand in the Project Fund and all of the funds provided by the Series 2027 Resolution may be invested only in Permitted Investments or deposited in financial institutions which are members of the Federal Deposit Insurance Corporation, or its equivalent successor, and the deposits in which are insured thereby and all such deposits exceeding the maximum amount insured from time to time by FDIC or its equivalent successor in any one financial institution shall be continuously secured in compliance with the State Sinking Fund provided under Iowa Code Chapter 12C, or otherwise by a valid pledge of direct obligations of the United States Government having an equivalent market value. All investments shall mature before the date on which the moneys are required for the purposes for which the fund was created or otherwise as herein provided but in no event maturing in more than three years in the case of the Reserve Fund. The provisions of this Section shall not be construed to require the Issuer to maintain separate accounts for the funds created by this Section.

The Sinking Fund and the Reserve Fund shall be segregated in a separate account but may be invested in the same manner as other funds of the School District but designated as a trust fund on the books and records of the School District. The Sinking Fund and Reserve Fund shall not be available for any other purposes other than those specified in the Series 2027 Resolution.

All income derived from such investments in the Revenue Fund shall be regarded as School Infrastructure Tax Revenues.

Earnings on investments of the Project Fund shall be deposited in and expended from the Project Fund.

Investments shall at any time necessary be liquidated and the proceeds thereof applied to the purpose for which the respective fund was created.

Prior Lien and Parity Bonds; Subordinate Obligations. The Issuer will issue no other Additional Bonds or obligations of any kind or nature payable from or enjoying a lien or claim on the School Infrastructure Tax Revenues having priority over the Bonds or Parity Bonds.

Additional Bonds may be issued on a parity and equality of rank with the Bonds and any Parity Bonds with respect to the lien and claim of such Additional Bonds to the School Infrastructure Tax Revenues and the money on deposit in the funds adopted by the Series 2027 Resolution, for the following purposes and under the following conditions, but not otherwise:

a) For the purpose of refunding any of the Bonds or Parity Bonds outstanding so long as the refunding is an Economic Refunding, without complying with subsection (b) below.
b) For the purpose of refunding any Bonds or Parity Bonds outstanding, or for other lawful purposes, provided that, before any such Additional Bonds ranking on a parity are issued, there will have been procured and filed with the Secretary, a statement of an Independent Auditor reciting the opinion based upon necessary investigations that the School Infrastructure Tax Revenues (as calculated below) were equal to at least 1.30 times the aggregate amount that will be required in each Fiscal Year following the issuance of such Additional Bonds for the payment of both principal of and interest on all Bonds or Parity Bonds then outstanding which are payable from the School Infrastructure Tax Revenues and the Additional Bonds then proposed to be issued.

For the purpose of determining the School Infrastructure Tax Revenues the Independent Auditor shall divide (1) an amount equal to (A) the Statewide Sales Tax Revenues minus (B) Statutory Reductions (such reductions, transfers or diversions to be presented for the fiscal year in which said reduction, transfer or diversion is scheduled to occur), if applicable, by (2) the most recent statewide certified enrollment, which amount shall then be multiplied by the most recent certified enrollment count for the District.

c) The Additional Bonds must provide contributions to the Sinking Fund to pay principal and interest on the Additional Bonds on the same basis as such contributions to the Sinking Fund are made for the Bonds.
d) for the purposes of this Section, principal and interest falling due on the first day of a Fiscal Year shall be deemed a requirement of the immediately preceding Fiscal Year.
e) for the purposes of this Section, principal and interest falling due on the first day of a Fiscal Year shall be deemed a requirement of the immediately preceding Fiscal Year.
f) the Reserve Fund for the Bonds and Additional Bonds, if required, must be fully funded as of the date of issue of the Additional Bonds.

The Issuer may issue any bonds, notes, or other obligations that are subordinate to the Bonds ("Subordinate Obligations").

Amendment of Resolution Without Consent. The Issuer may, without the consent of or notice to any of the holders of the Bonds and Parity Bonds, amend or supplement the Series 2027 Resolution for any one or more of the following purposes:

a) to cure any ambiguity, defect, omission or inconsistent provision in the Series 2027 Resolution or in the Bonds or Parity Bonds; or to comply with any applicable provision of law or regulation of federal or state agencies; provided, however, that such action shall not materially adversely affect the interests of the holders of the Bonds or Parity Bonds;
b) to change the terms or provisions of the Series 2027 Resolution to the extent necessary to prevent the interest on the Bonds or Parity Bonds from being includable within the gross income of the holders thereof for federal income tax purposes;
c) to grant to or confer upon the holders of the Bonds or Parity Bonds any additional rights, remedies, powers or authority that may lawfully be granted to or conferred upon the bondholders;
d) to add to the covenants and agreements of the Issuer contained in the Series 2027 Resolution other covenants and agreements of, or conditions or restrictions upon, the Issuer or to surrender or eliminate any right or power reserved to or conferred upon the Issuer in the Series 2027 Resolution; or
e) to subject to the lien and pledge of the Series 2027 Resolution additional pledged revenues as may be permitted by law.

Amendment of Resolution Requiring Consent. The Series 2027 Resolution may be amended from time to time if such amendment shall have been consented to by holders of not less than two-thirds in principal amount of the Bonds and Parity Bonds at any time outstanding (not including in any case any bonds which may then be held or owned by or for the account of the Issuer, but including such refunding bonds as may have been issued for the purpose of refunding any of such bonds if such refunding bonds shall not then be owned by the Issuer); but the Series 2027 Resolution may not be so amended in such manner as to:

a) Make any change in the maturity or interest rate of the Bonds, or modify the terms of payment of principal of or interest on the Bonds or any of them or impose any conditions with respect to such payment;
b) Materially affect the rights of the holders of less than all of the Bonds and Parity Bonds then outstanding; and
c) Reduce the percentage of the principal amount of Bonds, the consent of the holders of which is required to affect a further amendment.

Whenever the Issuer shall propose to amend the Series 2027 Resolution under the provisions of this Section, it shall cause notice of the proposed amendment to be filed with the Original Purchaser and to be mailed by certified mail to each registered owner of any Bond as shown by the records of the Registrar. Such notice shall set forth the nature of the proposed amendment and shall state that a copy of the proposed amendatory Resolution is on file in the office of the Secretary.

Whenever at any time within one year from the date of the mailing of said notice there shall be filed with the Secretary an instrument or instruments executed by the holders of at least two-thirds in aggregate principal amount of the Bonds then outstanding as in this Section defined, which instrument or instruments shall refer to the proposed amendatory Resolution described in said notice and shall specifically consent to and approve the adoption thereof, thereupon, but not otherwise, the governing body of the Issuer may adopt such amendatory Resolution and such Resolution shall become effective and binding upon the holders of all of the Bonds and Parity Bonds.

Any consent given by the holder of a bond pursuant to the provisions of this Section shall be irrevocable for a period of six months from the date of the instrument evidencing such consent and shall be conclusive and binding upon all future holders of the same bond during such period. Such consent may be revoked at any time after six months from the date of such instrument by the holder who gave such consent or by a successor in title by filing notice of such revocation with the Secretary.

The fact and date of the execution of any instrument under the provisions of this Section may be proved by the certificate of any officer in any jurisdiction who by the laws thereof is authorized to take acknowledgments of deeds within such jurisdiction that the person signing such instrument acknowledged before him the execution thereof, or may be proved by an affidavit of a witness to such execution sworn to before such officer.

The amount and numbers of the bonds held by any person executing such instrument and the date of his holding the same may be proved by an affidavit by such person or by a certificate executed by an officer of a bank or trust company showing that on the date therein mentioned such person had on deposit with such bank or trust company the bonds described in such certificate.

Discharge and Satisfaction of Bonds. The covenants, liens and pledges entered into, created or imposed pursuant to the Series 2027 Resolution may be fully discharged and satisfied with respect to the Bonds and Parity Bonds, or any of them, in any one or more of the following ways:

a) By paying the Bonds or Parity Bonds when the same shall become due and payable; and
b) By depositing in trust with the Treasurer, or with a corporate trustee designated by the Governing Body for the payment of said obligations and irrevocably appropriated exclusively to that purpose an amount in cash or direct obligations of the United States the maturities and income of which shall be sufficient to retire at maturity, or by redemption prior to maturity on a designated date upon which said obligations may be redeemed, all of such obligations outstanding at the time, together with the interest thereon to maturity or to the designated redemption date, premiums thereon, if any that may be payable on the redemption of the same; provided that proper notice of redemption of all such obligations to be redeemed shall have been previously published or provisions shall have been made for such publication.

Upon such payment or deposit of money or securities, or both, in the amount and manner provided by this Section, all liability of the Issuer with respect to the Bonds or Parity Bonds shall cease, determine and be completely discharged, and the holders thereof shall be entitled only to payment out of the money or securities so deposited.

THE PROJECT

Proceeds of the Bonds, along with the proceeds of the $10,000,000 General Obligation School Bonds, Series 2026, dated November 24, 2026, and the expected issuance of the remaining voter approved $3,000,000 General Obligation School Bonds to be issued in 2028 will be used i) to build, furnish and equip an addition to the high school, including classrooms, commons / cafeteria area, modern library and learning center, and a competition gym, with related improvements and site improvements, including demolition and removal of the 1930's east wing of the high school; and to remodel, repair, improve, furnish and equip the existing high school, including converting the current weight room into STEAM classrooms and adding a new main entrance on the north side of the high school, ii) to establish and fund a Debt Service Reserve Fund, and iii) to pay costs of issuance for the Bonds (the "Project").

Estimated Sources & Uses of Funds*

SOURCES OF FUNDS		
	Bond Proceeds	$7,635,000*
	Original Reoffering Premium	
TOTAL SOURCES		
USES OF FUNDS		
	Project Costs	
	Issuance Costs	
	Debt Service Reserve Fund	
	Underwriters Discount	
TOTAL USES OF FUNDS		

*Preliminary, subject to change

Future Debt

The remaining $3,000,000 portion of total voter-approved $13,000,000 General Obligation School Bonds are expected to be issued in 2028.

THE BONDS

General

The Bonds are dated as of the date of delivery and will bear interest at the rates to be set forth on the cover page herein, with interest payable on June 1 and December 1, each year, beginning on June 1, 2027, calculated on the basis of a year of 360 days and twelve 30-day months. Interest shall be payable by check or draft of the Paying Agent mailed to the persons who were registered owners thereof as of the fifteenth day of the month immediately preceding the Interest Payment Date, to the addresses appearing on the registration books maintained by the Paying Agent or a such other address as is furnished to the Paying Agent in writing by a registered owner.

Authorization for the Issuance

The Bonds are being issued pursuant to the Act and the Series 2027 Resolution expected to be adopted by the Board on or about January 11, 2027. See "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**" herein.

Book Entry Only System

The following information concerning The Depository Trust Company ("DTC"), New York, New York and DTC's book-entry system has been obtained from sources the Issuer believes to be reliable. However, the Issuer takes no responsibility as to the accuracy or completeness thereof and neither the Indirect Participants nor the Beneficial Owners should rely on the following information with respect to such matters but should instead confirm the same with DTC or the Direct Participants, as the case may be. There can be no assurance that DTC will abide by its procedures or that such procedures will not be changed from time to time.

The Depository Trust Company ("DTC") will act as securities depository for the Bonds (the "Securities"). The Securities will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Security certificate will be issued for the Securities in the aggregate principal amount of such issue, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S equity, corporate and municipal debt issues and money market instrument (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies clearing corporations and certain other organizations. DTC is a wholly-owned subsidiary of the Depository Trust & Clearing Corporation ("DTCC").

DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies and clearing corporations that clear through or maintain

a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating: AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com and www.dtc.org.

Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each security ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered in the transaction. Transfers of ownership interest in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co. or such other nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Securities may wish to taken certain steps to augment transmission to them notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the security documents. For example, Beneficial Owners of Securities may wish to ascertain that the nominee holding the Securities for their benefit have agreed to obtain and transmit notices to Beneficial Owners, in the alternative, beneficial owners may wish to provide their names and addresses to the registrar and request that copies of the notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participants in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor such other DTC nominee) will consent or vote with respect to the Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to Issuer as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions and dividend payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts, upon DTC's receipt of funds and corresponding detail information from Issuer or Agent on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC (nor its nominee), Agent, or Issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of Issuer or Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Securities at any time by giving reasonable notice to Issuer or Agent. Under such circumstances, in the event that a successor securities depository is not obtained, Security certificates are required to be printed and delivered.

Issuer may decide to discontinue use of the system of book-entry-only transfers through DTC (or successor securities depository). In that event Security certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that Issuer believes to be reliable, but Issuer takes no responsibility for the accuracy thereof.

The Issuer cannot and does not give any assurances that DTC, the Direct Participants or the Indirect Participants will distribute to the Beneficial Owners of the Bonds (i) payments of principal of or interest and premium, if any, on the Bonds, (ii) certificates representing an ownership interest or other confirmation of beneficial ownership interest in the Bonds, or (iii) redemption or other notices sent to DTC or Cede & Co., its nominee, as the Registered Owner of the Bonds, or that they will do so on a timely basis, or that DTC, Direct Participants or Indirect Participants will serve and act in the manner described in this Official Statement. The current "Rules" applicable to DTC are on file with the Securities Exchange Commission, and the current "Procedures" of DTC to be followed in dealing with Direct Participants are on file with DTC.

Neither the Issuer nor the Paying Agent/Registrar will have any responsibility or obligation to any Direct Participant, Indirect Participant or any Beneficial Owner or any other person with respect to: (1) the accuracy of any records maintained by DTC or any Direct Participant or Indirect Participant; (2) the payment by DTC or any Direct Participant or Indirect Participant of any amount due to any Beneficial Owner in respect of the principal or redemption price of or interest on the Bonds; (3) the delivery by DTC or any Direct Participant or Indirect Participant of any notice to any Beneficial Owner which is required or permitted under the terms of the Indenture to be given to owners of Bonds; (4) the selection of the Beneficial Owners to receive payment in the event of any partial redemption of the Bonds; or (5) any consent given or other action taken by DTC as a Bondholder.

Transfer and Exchange

In the event that Book Entry-Only System is discontinued, any Bond may, in accordance with its terms, be transferred by the person in whose name it is registered, in person or by his duly authorized attorney, upon surrender of such Bond for cancellation at the principal corporate office of the Registrar accompanied by delivery of a duly executed written instrument of transfer in a form approved by the Registrar. Whenever any Bond or Bonds shall be surrendered for transfer, the Registrar shall execute and deliver a new Bond or Bonds of the same maturity, interest rate, and aggregate principal amount.

Bonds may be exchanged at the principal corporate office of the Bond Registrar for a like aggregate principal amount of Bonds or other authorized denominations of the same maturity and interest rate; provided, however, that the Bond Registrar is not required to transfer or exchange any Bonds which have been selected for prepayment and is not required to transfer or exchange any Bonds during the period beginning 15 days prior to the selection of Bonds for prepayment and ending the date notice of prepayment is mailed. The Bond Registrar may require the payment by the Bond Owner requesting such exchange of any tax or other governmental charge required to be paid with respect to such exchange. All Bonds surrendered pursuant to the provisions of this and the preceding paragraph shall be canceled by the Bond Registrar and shall not be redelivered.

Redemption *

Optional Redemption. All of the Bonds are subject to prepayment at the option of the Issuer, as a whole or in part, and within a maturity by lot from any source of available funds, beginning June 1, 2037 and on any date thereafter, at a prepayment price equal to the principal amount of the Bonds, together with accrued interest to the date fixed for prepayment, without premium.

Mandatory Sinking Fund Redemption The Bonds maturing on _____are subject to mandatory redemption (by lot, as selected by the Registrar) on ____ 1 and _____ in each of the years _____ through _____ at a redemption price of 100% of the principal amount thereof to be redeemed, plus accrued interest thereon to the redemption date in the following principal amounts:

____ Term Bond

Mandatory Sinking Fund Date	Principal Amount
	$
(maturity)	

Selection of Bonds for Redemption Bonds subject to redemption will be selected in such order of maturity as the Issuer may direct. If less than all of the Bonds of a single maturity are to be redeemed, the Issuer will notify DTC of the particular amount of such maturity to be redeemed prior to maturity. DTC will determine by lot the amount of each Participant's interest in such maturity to be redeemed and each Participant will then select by lot the beneficial ownership interests in such maturity to be redeemed. All prepayments shall be at a price of par plus accrued interest.

Notice of Redemption. Prior to the redemption of any Bonds under the provisions of the Series 2027 Resolution, the Bond Registrar shall give notice not less than thirty (30) days prior to the redemption date to each registered owner thereof.

On the dates so designated for redemption, notice having been given in the manner and under the conditions hereinabove, provided and moneys for payment of the redemption price being held in the Sinking Fund, the Bonds so called for redemption shall become and be due and payable at the redemption price provided for redemption of such Bonds on such date. Interest on the Bonds so called for redemption shall cease to accrue; such Bonds shall cease to be entitled to any benefit hereunder, and the Bondholders shall have no rights in respect thereof except to receive payment of the redemption price thereof.

Bonds which have been duly called for redemption, with respect to which irrevocable instructions to call for redemption at a stated redemption have been given to the Bond Registrar, and moneys for the payment the face amount thereof, premium, if any, and interest on are held in separate accounts by the Bond Registrar in trust for Bondholders shall not thereafter be deemed to be outstanding under the provisions of the Series 2027 Resolution, other than be entitled to receive payment from such sources.

_____

* preliminary, subject to change

LITIGATION

To the best of the Issuer's knowledge, no litigation is pending or threatened which, if decided adversely to the Issuer would be likely to result, either individually or in the aggregate, in final judgments against the Issuer which would materially adversely affect the transaction contemplated by this Official Statement, the validity of the Bonds, the Issuer's ability to meet debt service payments on the Bonds when due, or its obligations under the Series 2027 Resolution, or which would materially adversely affect its financial position.

UNDERWRITING

The Bonds are being purchased, subject to certain conditions, by _____ (the "Underwriter"). The Underwriter has agreed, subject to certain conditions, to purchase all, but not less than all, of the Bonds at an aggregate purchase price of $_____ plus accrued interest to the Closing Date.

The Underwriter may offer and sell the Bonds to certain dealers (including dealers depositing the Bonds into unit investment trusts, certain of which may be sponsored or managed by the Underwriter) at prices lower than the initial public offering prices stated on the cover page. The initial public offering prices of the Bonds may be changed, from time to time, by the Underwriter.

The Underwriter intends to engage in secondary market trading of the Bonds subject to applicable securities laws. The Underwriter is not obligated, however, to repurchase any of the Bonds at the request of the holder thereof.

TAX EXEMPTION AND RELATED TAX MATTERS

Tax Exemption

Federal tax law contains a number of requirements and restrictions that apply to the Bonds, including investment restrictions, periodic payments of arbitrage profits to the United States, requirements regarding the proper use of Bond proceeds and facilities financed with Bond proceeds, and certain other matters. The Issuer has covenanted to comply with all requirements that must be satisfied in order for the interest on the Bonds to be excludable from gross income for federal income tax purposes. Failure to comply with certain of such covenants could cause interest on the Bonds to become includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

Subject to the Issuer's compliance with the above-referenced covenants, under present law, in the opinion of Bond Counsel, the interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations.

Prospective purchasers of the Bonds should be aware that ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, corporations subject to the branch profits tax, financial institutions, certain insurance companies, certain S corporations, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry tax-exempt obligations. Bond Counsel will not express any opinion as to such collateral tax consequences. Prospective purchasers of the Bonds should consult their tax advisors as to collateral federal income tax consequences.

The interest on the Bonds is not exempt from present Iowa income taxes. Ownership of the Bonds may result in other state and local tax consequences to certain taxpayers. Bond Counsel expresses no opinion regarding any such collateral consequences arising with respect to the Bonds. Prospective purchasers of the Bonds should consult their tax advisors regarding the applicability of any such state and local taxes.

Qualified Tax Exemption Obligations

The Bonds will be designated as "qualified tax-exempt obligations" under the exception provided in Section 265(b)(3)(B) of the Internal Revenue Code of 1986, as amended (the "Code"). The Issuer has further covenanted to comply with certain other requirements, which affords banks and certain other financial institutions more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code. However, the Issuer's failure to comply with such covenants could cause the Bonds not to be "qualified tax-exempt obligations" and banks and certain other financial institutions would not receive more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code.

Discount and Premium Bonds

The initial public offering price of certain Bonds may be less than the amount payable on such Bonds at maturity ("Discount Bonds"). Owners of Discount Bonds should consult with their own tax advisors with respect to the determination of accrued original issue discount on Discount Bonds for income tax purposes and with respect to the state and local tax consequences of owning and disposing of Discount Bonds. It is possible that, under applicable provisions governing determination of state and local income taxes, accrued interest on Discount Bonds may be deemed to be received in the year of accrual even though there will not be a corresponding cash payment.

The initial public offering price of certain bonds may be greater than the amount of such Bonds at maturity ("Premium Bonds"). Purchasers of the Premium Bonds should consult with their own tax advisors with respect to the determination of amortizable premium on Premium Bonds for income tax purposes and with respect to the state and local tax consequences of owning and disposing of Premium Bonds.

Other Tax Advice
In addition to the income tax consequences described above, potential investors should consider the additional tax consequences of the acquisition, ownership, and disposition of the Bonds. For instance, state income tax law may differ substantially from state to state, and the foregoing is not intended to describe any aspect of the income tax laws of any state. Therefore, potential investors should consult their own tax advisors with respect to federal tax issues and with respect to the various state tax consequences of an investment in Bonds.

Audits
The Internal Revenue Service (the "Service") has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is includable in the gross income of the owners thereof for federal income tax purposes. To the best of the Issuer's knowledge, no obligations of the Issuer are currently under examination by the Service. It cannot be predicted whether or not the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures the Service may treat the Issuer as a taxpayer and the Bondholders may have no right to participate in such procedure. The commencement of an audit could adversely affect the market value and liquidity of the Bonds until the audit is concluded, regardless of the ultimate outcome.

Reporting and Withholding
Payments of interest on, and proceeds of the sale, redemption or maturity of, tax-exempt obligations, including the Bonds, are in certain cases required to be reported to the Service. Additionally, backup withholding may apply to any such payments to any Bond owner who fails to provide an accurate Form W-9 Request for Taxpayer Identification Number and Certification, or a substantially identical form, or to any Bond owner who is notified by the Service of a failure to report any interest or dividends required to be shown on federal income tax returns. The reporting and backup withholding requirements do not affect the excludability of such interest from gross income for federal tax purposes.

Tax Legislation
Legislation affecting tax-exempt obligations is regularly considered by the United States Congress and may be considered by the Iowa legislature. Court proceedings may also be filed, the outcome of which could modify the tax treatment. There can be no assurance that legislation enacted or proposed, or actions by a court, after the date of issuance of the Bonds will not have an adverse effect on the tax status of interest or other income on the Bonds or the market value or marketability of the Bonds. These adverse effects could result, for example, from changes to federal or state income tax rates, changes in the structure of federal or state income taxes (including replacement with another type of tax), or repeal (or reduction in the benefit) of the exclusion of interest on the Bonds from gross income for federal or state income tax purposes for all or certain taxpayers.

Current and future legislative proposals, including some that carry retroactive effective dates, if enacted into law, court decisions, or clarification of the Code may cause interest on the Bonds to be subject, directly or indirectly, to federal income taxation, or otherwise prevent owners of the Bonds from realizing the full current benefit of the tax status of such interest. The introduction or enactment of any other legislative proposals, clarification of the Code or court decisions may also affect, perhaps significantly, the market price for, or marketability of, the Bonds. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed tax legislation, as to which Bond Counsel expresses no opinion other than as set forth in its legal opinion.

The Opinion
The FORM OF LEGAL OPINION, in substantially the form set out in APPENDIX B to this Preliminary Official Statement, will be delivered at closing.

Bond Counsel's opinion is not a guarantee of a result, or of the transaction on which the opinion is rendered, or of the future performance of parties to the transaction, but represents its legal judgment based upon its review of existing statutes, regulations, published rulings and court decisions and the representations and covenants of the Issuer described in this section. No ruling has been sought from the Service with respect to the matters addressed in the opinion of Bond Counsel and Bond Counsel's opinion is not binding on the Service, nor does the rendering of the opinion guarantee the outcome of any legal dispute that may arise out of the transaction. Bond Counsel assumes no obligation to update its opinion after the issue date to reflect any further action, fact or circumstance, or change in law or interpretation, or otherwise.

Enforcement
There is no trustee or similar person to monitor or enforce the terms of the resolution for issuance of the Bonds. In the event of a default in the payment of principal of or interest on the Bonds, there is no provision for acceleration of maturity of the principal of the Bonds. Consequently, the remedies of the owners of the Bonds (consisting primarily of an action in the nature of mandamus requiring the Issuer and certain other public officials to perform the terms of the resolution for the Bonds) may have to be enforced from year to year.

The owners of the Bonds cannot foreclose on property within the boundaries of the Issuer or sell such property in order to pay the debt service on the Bonds. In addition, the enforceability of the rights and remedies of owners of the Bonds may be subject to limitation as set forth in Bond Counsel's opinion. The opinion will state, in part, that the obligations of the Issuer with respect to the Bonds may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent

constitutionally applicable, to the exercise of judicial discretion in appropriate cases and to the exercise by the State and its governmental bodies of the police power inherent in the sovereignty of the State and to the exercise by the United States of America of the powers delegated to it by the Constitution of the United States of America.

ALL POTENTIAL PURCHASERS OF THE BONDS SHOULD CONSULT WITH THEIR TAX ADVISORS WITH RESPECT TO FEDERAL, STATE AND LOCAL TAX CONSEQUENCES OF OWNERSHIP OF THE BONDS (INCLUDING BUT NOT LIMITED TO THOSE LISTED ABOVE).

LEGAL MATTERS

Legal matters incident to the authorization, issuance and sale of the Bonds and with regard to the tax-exempt status of the interest thereon (see "**TAX EXEMPTION AND RELATED TAX MATTERS**" herein) are subject to the approving legal opinion of Ahlers & Cooney, P.C., Des Moines, Iowa, Bond Counsel, a form of which is attached hereto as "**APPENDIX B – FORM OF BOND COUNSEL OPINION**." Signed copies of the opinion, dated and premised on law in effect as of the date of original delivery of the Bonds, will be delivered to the Underwriter at the time of such original delivery. The Bonds are offered subject to prior sale and to the approval of legality of the Bonds by Bond Counsel. Ahlers & Cooney, P.C. is also serving as Disclosure Counsel for the Issuer in connection with the issuance of the Bonds. Certain matters will be passed upon for the Municipal Advisor by Dentons Davis Brown PC, Des Moines, Iowa.

Bond Counsel has not examined nor attempted to examine or verify any of the financial or statistical statements, or data contained in this Official Statement and will express no opinion with respect thereto. Bond Counsel has not participated in the preparation of this Official Statement other than to review or prepare information describing the terms of the Bonds, Iowa and Federal law pertinent to the validity of the Bonds, and the tax status of interest on the Bonds which can be found generally under the sections "**THE BONDS**", "**SECURITY AND SOURCE OF PAYMENT FOR THE BONDS**", and "**TAX EXEMPTION AND RELATED TAX MATTERS**". Additionally, Bond Counsel has provided its form of bond counsel opinion and Issuer's continuing disclosure certificate, found in Appendices B and C.

The legal opinion to be delivered will express the professional judgment of Bond Counsel, and by rendering a legal opinion, Bond Counsel does not become an insurer or guarantor of the result indicated by that expression of professional judgment or of the transaction or the future performance of the parties to the transaction.

MUNICIPAL ADVISOR

The Issuer has retained Piper Sandler & Co. as Municipal Advisor (the "Municipal Advisor") in connection with the issuance of the Bonds. The Municipal Advisor has not been engaged, nor has it undertaken, to independently verify the accuracy, completion or fairness of such information within the Official Statement but has relied upon governmental officials, and other sources who have access to relevant data to provide accurate data. The Municipal Advisor is not a public accounting firm and has not been engaged by the Issuer to compile, review, examine or audit any information in the Official Statement in accordance with accounting standards.

CONTINUING DISCLOSURE

The Issuer will covenant in a Continuing Disclosure Certificate (the "Undertaking") for the benefit of the Owners and Beneficial Owners of the Bonds to provide annually certain financial information and operating data relating to the Issuer (the "Annual Report"), and to provide notices of the occurrence of certain enumerated events. The notices of events, if any, are also to be filed with the Municipal Securities Rulemaking Board, at its internet repository named "Electronic Municipal Market Access" ("EMMA"). The notices of events, if any, are also to be filed with EMMA. See "**APPENDIX C – FORM OF CONTINUING DISCLOSURE CERTIFICATE**." The specific nature of the information to be contained in the Annual Report or the notices of events, and the manner in which such materials are to be filed, are summarized in "**APPENDIX C – FORM OF CONTINUING DISCLOSURE CERTIFICATE**." These covenants have been made in order to assist the Underwriter in complying with the Rule.

A failure by the Issuer to comply with the Undertaking will not constitute a default under the Series 2027 Resolution and Beneficial Owners of the Bonds are limited to the remedies described in the Undertaking. Any Holder or Beneficial Owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Issuer to comply with its obligations under the Continuing Disclosure Certificate. Direct, indirect, consequential, and punitive damages shall not be recoverable by any person for any default thereunder.

If the Issuer fails to comply with any provision of the Continuing Disclosure Certificate, the sole remedy available shall be an action to compel performance. A failure by the Issuer to comply with the Undertaking must be reported in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

The Issuer provides the following information in accordance with the reporting requirement of paragraph (f)(3) of the Rule.

In the previous five (5) years, the Issuer did not have any Disclosure obligations.

Bond Counsel expresses no opinion as to whether the Undertaking complies with the requirements of Section (b)(5) of the Rule.

MISCELLANEOUS

Brief descriptions or summaries of the Issuer, the Bonds, the Series 2027 Resolution and other documents, agreements and statutes are included in this Official Statement. The summaries or references herein to the Bonds, the Series 2027 Resolution and other documents, agreements and statutes referred to herein, and the description of the Bonds included herein, do not purport to be comprehensive or definitive, and such summaries, references and descriptions are qualified in their entireties by reference to such documents, and the description herein of the Bonds is qualified in its entirety by reference to the form thereof and the information with respect thereto included in the aforesaid documents. Copies of such documents may be obtained from the Issuer.

Any statements in this Official Statement involving matters of opinion or estimates, whether or not expressly so stated, are intended as such and not as representations of fact, and no representation is made that any of the estimates will be realized. This Official Statement is not to be construed as a contract or agreement between the Issuer and the purchasers or Owners of any of the Bonds.

The attached APPENDICES A, B, C, D, and E are integral parts of this Official Statement and must be read together with all of the foregoing statements.

It is anticipated that CUSIP identification numbers will be printed on the Bonds, but neither the failure to print such numbers on any Bonds nor any error in the printing of such numbers shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for any Bonds.

The Issuer has reviewed the information contained herein which relates to it and has approved all such information for use within this Official Statement. The execution and delivery of this Official Statement has been duly authorized by the Issuer.

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT, STATE OF IOWA

/s/Kris Smith
Board Secretary

APPENDIX A – GENERAL INFORMATION ABOUT THE ISSUER

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT, IOWA
DISTRICT OFFICIALS

PRESIDENT	Wendy Mihm-Herold
BOARD MEMBERS	Ron Hemesath, Vice President Mitch Holthaus Cathy Sabelka Landon Holthaus
SUPERINTENDENT	Kris Einck
DISTRICT SECRETARY	Kris Smith
DISTRICT TREASURER	Kris Smith
DISTRICT ATTORNEY	Ahlers & Cooney, P.C.

CONSULTANTS

BOND COUNSEL	Ahlers & Cooney P.C. Des Moines, Iowa
DISCLOSURE COUNSEL	Ahlers & Cooney P.C. Des Moines, Iowa
MUNICIPAL ADVISOR	Piper Sandler & Co. Des Moines, Iowa
PAYING AGENT	UMB Bank, n.a. West Des Moines, Iowa

General Information

The South Winneshiek Community School District (the "Issuer" or the "District") is located in Winneshiek County, serving the communities of Calmar, Ossian, Castalia and Spillville and unincorporated areas of Conover and Festina.

District Facilities (1)

Presented below is a recap of the existing facilities of the Issuer:

Building	Construction Date	Grades Served
High School	1930, 1960, 1990	9-12
Middle School	1975, 1990	5-8
Elementary	1975, 1990	K-4
Early Childhood	1975, 1990	PK

Enrollment (3)

Total enrollment in the Issuer in the fall of the past five school years has been as follows:

Count Date	Fiscal Year effective	Certified (Resident) (4)	Open Enroll In	Open Enroll Out	Total Served (5)
October-25	2026-27	518.2	63.1	78.8	502.5
October-24	2025-26	538.8	65.1	80.1	523.8
October-23	2024-25	532.9	51.1	76.9	507.1
October-22	2023-24	516.7	53.0	64.0	505.7
October-21	2022-23	507.2	48.0	66.0	489.2

Staff (1)

Presented below is a list of the Issuer's 119 employees.

Administrators:	6	Media Specialists:	1
Teachers:	47	Nurses:	1
Teacher Aids:	28	Guidance:	2
Custodians:	4	Secretaries:	3
Food Service:	10	Transportation:	13
Other:	2	Maintenance:	2

Population (2)

Presented below are population figures for the periods indicated for the cities of Calmar, Ossian and Spillville.

Year	Calmar	Ossian	Spillville
2020	1,125	802	385
2010	978	845	367
2000	1,058	853	386
1990	1,026	810	387
1980	1,053	829	415
1970	1,008	847	361

(1) Source: the Issuer
(2) Source: U.S. Census Bureau
(3) Source: Iowa Department of Education
(4) Used for Sales Tax distribution and state aid distribution
(5) For each fiscal year, the school district into which any student open-enrolls, sends an invoice to the home-district in the amount of regular district cost per pupil, which is equal to the amount of State Aid the home-district receives from the State.

Other Post-Employment Benefits (OPEB) (1)

Plan Description - The Issuer administers a single-employer benefit plan which provides medical and prescription drug benefits for employees, retirees and their spouses.

Individuals who are employed by the Issuer and are eligible to participate in the group health plan are eligible to continue healthcare benefits upon retirement. Retirees under age 65 pay the same premium for the medical/prescription drug benefit as active employees, which results in an implicit subsidy and an OPEB liability.

Retired participants must be age 55 or older at retirement. At June 30, 2025, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	5
Active employees	95
Total	100

Total OPEB Liability – The Issuer's total OPEB liability of $415,231 was measured as of June 30, 2025, and was determined by an actuarial valuation as of July 1, 2023.

Actuarial Assumptions – the total OPEB liability in the June 30, 2025 actuarial valuation was determined using the following actuarial assumptions and the entry age normal actuarial cost method, applied to all periods included in the measurement:

Rate of inflation (effective 6/30/25)	3.00% per annum
Rates of salary increase (effective 6/30/25) including inflation	3.25% per annum, based on general wage growth assumption of IPERS actuarial valuation
Discount rate (effective 6/30/25) including inflation	3.65% compounded annually, including inflation
Healthcare cost trend rate (effective 6/30/25)	6.25% initial rate decreasing by .25% annually to an ultimate rate of 5.00%

Discount Rate – The discount rate used to measure the total OPEB liability was 3.65%, which reflects the index rate for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher as of the measurement date.

Mortality rates are from the RP-2014 annuitant distinct mortality table adjusted to 2006 with MP 2021 generational project of future mortality improvement.

The actuarial assumptions used in the June 30, 2025 valuation were based on the results of an actuarial experience studies with dates corresponding to those listed above.

Changes in the Total OPEB Liability:

Total OPEB obligation – beginning of year		$415,507
Changes for the year		
	Service Cost	26,840
	Interest	15,371
	Benefit Payments	(42,487)
Net Changes		(276)
Net OPEB obligation – end of year		$415,231

Changes of assumptions reflect no change in the discount rate of 3.65% in fiscal year 20204 to fiscal year 2025.

(1) Source: the Issuer

Employee Pension Plan (1)

Plan Description. Iowa Public Employees' Retirement System ("IPERS") membership is mandatory for employees of the Issuer. The Issuer's employees are provided with pensions through a cost-sharing multiple employer defined pension plan administered by IPERS. IPERS benefits are established under Iowa Code, Chapter 97B and the administrative rules thereunder. The Issuer's employee who completed seven years of covered service or has reached the age of 65 while in IPERS covered employment becomes vested. If the Issuer's employee retires before normal retirement age, the employees' monthly retirement benefit will be permanently reduced by an early-retirement reduction. IPERS provides pension benefits as well as disability benefits to Issuer employees and benefits to the employees' beneficiaries upon the death of the eligible employee. See "**APPENDIX D–AUDITED FINANCIAL STATEMENTS OF THE ISSUER–NOTES TO THE FINANCIAL STATEMENTS**" for additional information on IPERS. Additionally, copies of IPERS annual financial report may be obtained from www.ipers.org. However, the information presented in such financial reports or on such websites is not incorporated into this Official Statement by any reference.

Contributions. Effective July 1, 2012, as a result of a 2010 law change, IPERS contribution rates for the Issuer and its employees are established by IPERS following the annual actuarial valuation (which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization method.) State statute, however, limits the amount rates can increase or decrease each year to one (1) percentage point. Therefore, any difference between the actuarial contribution rates and the contributions paid is due entirely to statutorily set contributions that may differ from the actual contribution rates. As a result, while the contribution rate in the fiscal year ended June 30, 2017 equaled the actuarially required rate, there is no guarantee, due to this statutory limitation on rate increases, that the contribution rate will meet or exceed the actuarially required rate in the future.

The Issuer's contributions to IPERS is not less than that which is required by law. The Issuer's share of the contribution, payable from the applicable funds of the Issuer, is provided by a statutorily authorized annual levy of taxes without limit or restriction as to rate or amount. The Issuer has always made its full required contributions to IPERS.

The following table sets forth the contributions made by the Issuer and its employees to IPERS for the period indicated. The Issuer cannot predict the levels of funding that will be required in the future.

Table 1 – Issuer and Employees Contribution to IPERS.

	Issuer Contribution		Issuer Employees' Contribution	
Fiscal Year	Amount Contributed	% of Covered Payroll	Amount Contributed	% of Covered Payroll
2021	$412,573	9.44	$274,833	6.29
2022	405,913	9.44	272,349	6.29
2023	415,371	9.44	287,075	6.29
2024	455,761	9.44	315,241	6.29
2025	488,110	9.44	336,007	6.29

The Issuer cannot predict the levels of funding that will be required in the future as any IPERS unfunded pension benefit obligation could be reflected in future years in higher contribution rates. The investment of moneys, assumptions underlying the same and the administration of IPERS is not subject to the direction of the Issuer. Thus, it is not possible to predict, control or prepare for future unfunded accrued actuarial liabilities of IPERS ("UAALs"). The UAAL is the difference between total actuarially accrued liabilities and actuarially calculated assets available for the payment of such benefits. The UAAL is based on assumptions as to retirement age, mortality, projected salary increases attributed to inflation, across-the-board raises and merit raises, adjustments, cost-of-living adjustments, valuation of current assets, investment return and other matters. Such UAAL could be substantial in the future, requiring significantly increased contributions from the Issuer which could affect other budgetary matters.

Table 2 – Recent returns of IPERS (1)

According to IPERS, the market value investment return on program assets is as follows:

Fiscal Year Ended June 30	Investment Return %
2021	29.63
2022	-3.90
2023	5.41
2024	9.07
2025	9.87

(1) SOURCE: The Issuer

The following table sets forth certain information about the funding status of IPERS that has been extracted from the annual comprehensive financial reports of IPERS (collectively, the "IPERS ACFRs"), and the actuarial valuation reports provided to IPERS by Cavanaugh MacDonald Consulting, LLC (collectively, the "IPERS Actuarial Reports"). Additional information regarding IPERS and its latest actuarial valuations can be obtained by contacting IPERS administrative staff.

Table 3 – Funding Status of IPERS (1)

Valuation Date	Actuarial Value of Assets [a]	Market Value of Assets [b]	Actuarial Accrued Liability [c]	Unfunded Actuarial Accrued Liability (Actuarial Value) [c]-[a]	Funded Ratio (Actuarial Value) [a]/[c]	Unfunded Actuarial Accrued Liability (Market Value) [c]-[b]	Funded Ratio (Market Value) % [b]/[c]	Covered Payroll [d]	UAAL as a Percentage of Covered Payroll (Actuarial Value) [[c-a]/[d]]
2021	37,584,987,296	42,889,875,682	42,544,648,750	4,959,661,454	88.34	-345,226,932	100.81	8,648,783,536	57.35
2022	39,354,232,379	40,191,566,259	43,969,714,606	4,615,482,227	89.50	3,778,148,347	91.40	9,018,019,950	51.18
2023	41,012,524,216	41,206,314,259	45,719,979,439	4,707,455,223	89.70	4,513,665,180	90.13	9,588,339,000	49.10
2024	42,927,257,062	43,661,123,300	47,302,619,657	4,375,362,595	90.75	3,641,496,357	92.30	10,002,034,974	43.74
2025	45,222,324,002	46,740,552,175	49,063,230,575	3,840,906,573	92.17	2,322,678,400	95.27	10,525,039,254	36.49

Net Pension Liabilities (2)

At June 30, 2025, the Issuer reported a liability of $1,905,304 for its proportional share of the IPERS net pension liability. The net pension liability was measured as of June 30, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The discount rate used to measure the total pension liability was 7%. The Issuer's proportion of the net pension liability was based on the Issuer's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. See "**APPENDIX D–AUDITED FINANCIAL STATEMENTS OF THE ISSUER–NOTES TO THE FINANCIAL STATEMENTS**" for additional information related to the Issuer's deferred outflows and inflows of resources related to pensions, actuarial assumptions, discount rate and discount rate sensitivity.

Detailed information about the pension plan's fiduciary net position is available in the separately issued IPERS financial report which is available on IPERS' website at www.ipers.org.

Bond Counsel, Disclosure Counsel, the Issuer, the Underwriter, the Municipal Advisor and Counsel to the Municipal Advisor undertake no responsibility for and make no representations as to the accuracy or completeness of the material available from IPERS as discussed above or included on the IPERS website, including, but not limited to, updates of such information on the Auditor of State's website or links to other websites through the IPERS website.

Investment of Public Funds (2)

The Issuer invests its funds pursuant to Chapter 12B of the Code. Presented below is the Issuer's investing activities as of October 31, 2026

Type of Investment	Amount Invested
Local Bank Money Market	$101,104.05
Local Bank Deposit Accounts	1,120,198.91
Local Bank Time CD's	1,114,991.14
ISJIT Money Market	3,316,008.02
ISJIT Time CD's	0

(1) Source: IPERS Actuarial Reports. For a description of the assumptions used when calculating the funding status of IPERS for the fiscal year noted herein, see IPERS ACFRs
(2) Source: the Issuer

Major Employers (1)

Presented below is a summary of the largest employers located within the Issuer:

Employer	Business	Approximate Employees
Northeast Iowa CC	Education	500-999
Reilly Construction	Concrete construction	100-249
South Winneshiek CSD	Education	100-249
Ossian Senior Hospice	Non profit	50-99
Farmers Union Co-Op Feed Mills	Feed-wholesale	20-49
Graphics Inc.	Printer	20-49
Kwik Star	Convenience store	20-49
Pivo Brewery Blepta Studios	Brewer	10-19
Casey's	Convenience store	20-49
Structural Contracting Inc	General contractor	10-19
Northeast Iowa Community -Based Dairy	Dairy	10-19
Ossian Clinic with Winneshiek	Vocational rehabilitation	10-19
Ossian Desales Child Care Center	Child care	10-19
St Teresa of Calcutta	Education	10-19
Winnmed Rehabilitation	Vocational rehabilitation	10-19
Schmitz Grau Funeral Home	Funeral home	10-19
Becker Hardware Inc.	Hardware-wholesale	10-19
Spillville Mill	Feed-dealer – wholesale	10-19
United Beverage	Beer & ale wholesale	10-19

Property Tax Assessment (2) (3)

In compliance with section 441.21 of the Code of Iowa, as amended, the State Director of Revenue annually directs all county auditors to apply prescribed statutory percentages to the assessments of certain categories of real property. The final values, called Actual Valuation, are then adjusted by the County Auditor. Assessed or Taxable Valuation subject to tax levy is then determined by the application of State determined rollback percentages, principally to residential and commercial property.

Beginning in 1978, the State required a reduction in Actual Valuation to reduce the impact of inflation on its residents. The resulting value is defined as the Assessed or Taxable Valuation. The rollback percentages for residential, agricultural and commercial valuations are as follows:

Fiscal Year	Residential	Ag. Land & Bldgs	Commercial	Multi-residential	Railroad	Chap 437 Utilities	Chap 428/438 Utilities	Industrial
2026-27	44.5345	59.4401	90.0000	NA	90.0000	94.2059	98.0000	90.0000
2025-26	47.4316	73.8575	90.0000	NA	90.0000	100.0000	NA	90.0000
2024-25	46.3428	71.8370	90.0000	NA	90.0000	100.0000	NA	90.0000
2023-24	54.6501	91.6430	90.0000	NA	90.0000	100.0000	NA	90.0000
2022-23	54.1302	89.0412	90.0000	63.7500	90.0000	100.0000	NA	90.0000

Property is assessed on a calendar year basis. The assessments finalized as of January 1 of each year are applied to the following fiscal year. For example, the assessments finalized on January 1, 2024 are used to calculate tax liability for the tax year starting July 1, 2025 through June 30, 2026. Presented below are the historic property valuations of the Issuer by class of property.

(1) Source: Iowa Workforce Development.com/employer database

(2) Source: Iowa Department of Revenue

(3) In 2023, the Legislature created a rollback for small commercial, small railroad and small industrial properties that receive the same rollback rate as residential properties receive for said year, for the valuation of those classes up to $150,000. Valuation above $150,000 is taxed at the above rollback rate for each of commercial, railroad and industrial.

Property Valuations (1)

Actual Valuation					
Valuation as of January	2025	2024	2023	2022	2021
Fiscal Year	2026-2027	2025-2026	2024-2025	2023-2024	2022-2023
Residential:	370,221,137	318,570,421	312,996,094	268,067,637	252,639,590
Agricultural Land:	196,131,210	144,883,830	144,994,430	116,880,280	116,982,310
Ag Buildings:	17,310,150	13,566,980	12,896,650	10,683,870	11,915,610
Commercial:	37,512,123	33,705,619	31,110,836	25,970,853	25,930,918
Industrial:	1,477,390	1,494,440	1,522,740	1,138,020	1,145,920
Multi-Residential	0	0	0	0	1,399,108
Reserved	0	0	0	0	0
Railroads:	4,167,645	4,213,719	4,275,097	3,728,978	3,680,229
Utilities:	2,454,912	1,269,203	1,375,548	1,277,968	2,060,523
Other:	0	0	0	0	0
Total Valuation:	629,274,567	517,704,212	509,171,395	427,747,606	415,754,208
Less Military:	656,378	696,000	724,000	338,916	353,732
Less Homestead:	2,346,500	2,301,000	1,062,750	0	0
Net Valuation:	626,271,689	514,707,212	507,384,645	427,408,690	415,400,476
TIF Valuation:	3,273,110	2,794,070	2,350,730	1,990,000	1,798,360
Utility Replacement:	22,031,494	21,724,698	21,354,288	20,376,803	20,157,825

Taxable Valuation					
Valuation as of January	2025	2024	2023	2022	2021
Fiscal Year	2026-2027	2025-2026	2024-2025	2025-2024	2022-2023
Residential:	164,876,115	151,103,052	145,051,098	146,499,266	136,754,348
Agricultural Land:	116,580,584	107,007,613	104,159,626	107,112,628	104,162,453
Ag Buildings:	10,289,166	10,020,238	9,264,566	9,791,020	10,609,807
Commercial:	27,197,306	24,348,234	21,927,780	18,901,256	23,225,486
Industrial:	1,101,361	1,052,902	1,116,367	816,596	1,031,328
Multi-Residential	0	0	0	0	891,935
Reserved	0	0	0	0	0
Railroads:	3,720,443	3,763,849	3,818,360	3,037,930	3,312,207
Utilities:	2,389,744	1,269,203	1,375,548	1,277,968	2,060,523
Other:	0	0	0	0	0
Total Valuation:	326,154,719	298,565,091	286,713,345	287,436,664	282,048,087
Less Military:	656,378	696,000	724,000	338,916	353,732
Less Homestead:	2,346,500	2,301,000	1,062,750	0	0
Net Valuation:	323,151,841	295,568,091	284,926,595	287,097,748	281,694,355
TIF Valuation:	2,887,648	2,544,598	2,101,992	1,802,256	1,730,866
Utility Replacement:	2,960,738	2,976,172	2,971,119	3,110,928	3,118,074

Valuation Year	Fiscal Year	Actual Valuation w/ Utilities	% Change in Actual Valuation	Taxable Valuation w/Utilities	% Change in Taxable Valuation
2025	2027	651,576,293	20.84%	329,000,227	9.27%
2024	2026	539,225,980	1.53%	301,088,861	3.82%
2023	2025	531,089,663	18.08%	289,999,706	-0.69%
2022	2024	449,775,493	2.84%	292,010,932	1.91%
2021	2023	437,356,661	3.24%	286,543,295	2.23%

(1) Source: Iowa Department of Management

Tax Rates (1)

Presented below are the taxes levied by the Issuer for the fund groups as presented, for the period indicated:

Fiscal Year	Operating Fund	Management Fund	Board PPEL	Voter PPEL	Play Ground	Debt Service	School House	Total Levy Rate
2026	10.39072	1.33983	0.33000	0.27281	0.00000	0.00000	0.00000	12.33336
2025	8.74670	3.03927	0.33000	0.20098	0.00000	0.00000	0.00000	12.31695
2024	9.63602	2.30432	0.33000	0.24200	0.00000	0.00000	0.00000	12.51234
2023	11.34266	0.59423	0.33000	0.24551	0.00000	0.00000	0.00000	12.51240
2022	10.73770	1.16444	0.33000	0.28027	0.00000	0.00000	0.00000	12.51241

Historic Tax Rates (1)

Presented below are the tax rates by taxing entity for residents of the City of Calmar:

Fiscal Year	City	School	College	State	Assessor	Ag Extens	Hospital	County	Transit	Total Levy Rate
2026	13.43882	12.33336	0.94143	0.00000	0.44583	0.19748	0.00000	7.67564	0.00000	35.03256
2025	13.81168	12.31695	0.94143	0.00180	0.45996	0.19985	0.00000	7.72000	0.00000	35.45167
2024	13.36642	12.51234	0.92871	0.00180	0.37071	0.19745	0.00000	6.79000	0.00000	34.16743
2023	13.08765	12.51240	0.90520	0.00240	0.44458	0.20074	0.00000	6.69000	0.00000	33.84297
2022	13.17658	12.51241	0.90520	0.00260	0.33469	0.20029	0.00000	6.55642	0.00000	33.68819

Presented below are the tax rates by taxing entity for residents of the City of Ossian:

Fiscal Year	City	School	College	State	Assessor	Ag Extens	Hospital	County	Transit	Total Levy Rate
2026	14.40902	12.33336	0.94143	0.00000	0.44583	0.19748	0.00000	7.67564	0.00000	36.00276
2025	13.83171	12.31695	0.94143	0.00180	0.45996	0.19985	0.00000	7.72000	0.00000	35.47170
2024	13.01704	12.51234	0.92871	0.00180	0.37071	0.19745	0.00000	6.79000	0.00000	33.81805
2023	12.73990	12.51240	0.90520	0.00240	0.44458	0.20074	0.00000	6.69000	0.00000	33.49522
2022	12.66766	12.51241	0.90520	0.00260	0.33469	0.20029	0.00000	6.55642	0.00000	33.17927

Presented below are the tax rates by taxing entity for residents of the City of Spillville:

Fiscal Year	City	School	College	State	Assessor	Ag Extens	Hospital	County	Transit	Total Levy Rate
2026	10.96337	12.33336	0.94143	0.00000	0.44583	0.19748	0.00000	7.67564	0.00000	32.55711
2025	11.35973	12.31695	0.94143	0.00180	0.45996	0.19985	0.00000	7.72000	0.00000	32.99972
2024	9.47919	12.51234	0.92871	0.00180	0.37071	0.19745	0.00000	6.79000	0.00000	30.28020
2023	9.52202	12.51240	0.90520	0.00240	0.44458	0.20074	0.00000	6.69000	0.00000	30.27734
2022	9.75519	12.51241	0.90520	0.00260	0.33469	0.20029	0.00000	6.55642	0.00000	30.26680

Tax Collection History (2)

Presented below are the actual ad-valorem tax levies and collections for the periods indicated:

Fiscal Year	Amount Levied	Amount Collected	Percentage Collected
2026	$3,685,457	$3,629,678	98.49%
2025	3,548,555	3,579,394	100.87%
2024	3,633,434	3,635,946	100.07%
2023	3,565,807	3,569,702	100.11%
2022	3,493,822	3,492,565	99.96%
2021	3,364,071	3,377,184	100.39%

(1) Source: Iowa Department of Management
(2) Source: the Issuer

Largest Taxpayers (1) (2)

Set forth in the following table are the persons or entities which represent the 2024 largest taxpayers within the Issuer. No independent investigation has been made of and no representation is made herein as to the financial condition of any of the taxpayers listed below or that such taxpayers will continue to maintain their status as major taxpayers in the Issuer. The Issuer's tax levy is uniformly applicable to all of the properties included in the table, and thus taxes expected to be received by the Issuer from such taxpayers will be in proportion to the assessed valuations of the properties. The total tax bill for each of the properties is dependent upon the tax levies of the other taxing entities which overlap the properties.

Taxpayer	2025 Taxable Valuation	Percent of Total
Lynch Livestock Inc	5,377,512	1.635%
Farmers Union Cooperative	5,202,666	1.581%
Dakota, Minnesota & Eastern Railroad	3,720,443	1.131%
Holland Brothers Construction Inc	2,548,552	0.775%
Alliant Energy Corp	2,096,578	0.637%
Northern Natural Gas Co.	1,923,960	0.585%
Neuzil, Craig W	1,604,209	0.488%
Elsbernd, Roger F Revocable Trust	1,554,968	0.473%
Gerleman, Myles P Revocable Trust	1,202,677	0.366%
Luana Savings Bank	1,185,835	0.360%
	Total	8.03%

_____

(1) Source: Winneshiek County

(2) Utility Property Tax Replacement. Beginning in 1999, the State replaced its previous property tax assessment procedure in valuing the property of entities involved primarily in the production, delivery, service and sale of electricity and natural gas with a replacement tax formula based upon the delivery of energy by these entities. Electric and natural gas utilities now pay replacement taxes to the State in lieu of property taxes. All replacement taxes are allocated among local taxing cities by the State Department of Revenue and Finance and the Department of Management. This allocation is made in accordance with a general allocation formula developed by the Department of Management on the basis of general property tax equivalents. Properties of these utilities are exempt from the levy of property tax by political subdivisions. Utility property will continue to be valued by a special method as provided in the statute and taxed at the rate of three cents per one thousand dollars for the general fund of the State. The utility replacement tax statute states that the utility replacement tax collected by the State and allocated among local taxing cities (including the Issuer) shall be treated as property tax when received and shall be disposed of by the county treasurer as taxes on real estate. However, utility property is not subject to the levy of property tax by political subdivisions, only the utility replacement tax and statewide property tax. It is possible that the Issuer's authority to levy taxes to pay principal and interest on the Bonds could be adjudicated to be proportionately reduced in future years if the utility replacement tax were to be other than "taxable property" for purposes of computing the Issuer's levy limit under Iowa Code Section 298.18, as amended from time to time. There can be no assurance that future legislation will not (i) operate to reduce the amount of debt the Issuer can issue or (ii) adversely affect the Issuer's ability to levy taxes in the future for the payment of the principal of and interest on its outstanding debt obligations, including the Bonds.

Direct Debt

General Obligation School Bonds (Debt Service) (1)

Presented below is the principal and interest payments due on the Series 2026 General Obligation School Bonds. In addition to the Series 2026 General Obligation School Bonds, the Issuer expects to issue the balance of their voter-approved G.O. School Bonds (approximately $3,000,000) in 2028.

Fiscal Year	11/24/26	Total Principal	Total Interest	Total P&I
6/30/27	$640,000	$640,000	$244,295	$884,295
6/30/28	445,000	445,000	438,300	883,300
6/30/29	325,000	325,000	416,050	741,050
6/30/30	340,000	340,000	399,800	739,800
6/30/31	355,000	355,000	382,800	737,800
6/30/32	375,000	375,000	365,050	740,050
6/30/33	390,000	390,000	346,300	736,300
6/30/34	410,000	410,000	326,800	736,800
6/30/35	435,000	435,000	306,300	741,300
6/30/36	455,000	455,000	284,550	739,550
6/30/37	475,000	475,000	264,075	739,075
6/30/38	495,000	495,000	242,700	737,700
6/30/39	520,000	520,000	220,425	740,425
6/30/40	540,000	540,000	197,025	737,025
6/30/41	565,000	565,000	172,725	737,725
6/30/42	590,000	590,000	147,300	737,300
6/30/43	620,000	620,000	120,750	740,750
6/30/44	645,000	645,000	92,850	737,850
6/30/45	675,000	675,000	63,825	738,825
6/30/46	705,000	705,000	32,606	737,606
Totals:	$10,000,000	$10,000,000	$5,064,526	$15,064,526

General Obligation School Capital Loan Notes (PPEL) (1)

The Issuer does not have any outstanding General Obligation School Capital Loan Notes.

Anticipatory Warrants (1)

The Issuer has not issued anticipatory warrants during the past five years.

(1) Source: the Issuer

School Infrastructure Sales, Services & Use Tax Revenue Bonds (1)

Presented below is the estimated principal and interest due on the Bonds.

Fiscal Year	1/27/27	Total Principal	Total Interest	Total Obligations
6/30/27			$130,364	$130,364
6/30/28	$175,000	$175,000	378,475	553,475
6/30/29	165,000	165,000	368,850	533,850
6/30/30	145,000	145,000	359,775	504,775
6/30/31	135,000	135,000	351,800	486,800
6/30/32	140,000	140,000	344,375	484,375
6/30/33	150,000	150,000	336,675	486,675
6/30/34	160,000	160,000	328,425	488,425
6/30/35	165,000	165,000	319,625	484,625
6/30/36	175,000	175,000	310,550	485,550
6/30/37	185,000	185,000	300,925	485,925
6/30/38	195,000	195,000	290,750	485,750
6/30/39	205,000	205,000	280,025	485,025
6/30/40	215,000	215,000	268,750	483,750
6/30/41	230,000	230,000	256,925	486,925
6/30/42	240,000	240,000	244,275	484,275
6/30/43	255,000	255,000	231,075	486,075
6/30/44	270,000	270,000	217,050	487,050
6/30/45	285,000	285,000	202,200	487,200
6/30/46	300,000	300,000	186,525	486,525
6/30/47	315,000	315,000	173,025	488,025
6/30/48	325,000	325,000	158,850	483,850
6/30/49	340,000	340,000	144,225	484,225
6/30/50	355,000	355,000	128,925	483,925
6/30/51	375,000	375,000	112,950	487,950
6/30/52	390,000	390,000	96,075	486,075
6/30/53	410,000	410,000	78,525	488,525
6/30/54	425,000	425,000	60,075	485,075
6/30/55	445,000	445,000	40,950	485,950
6/30/56	465,000	465,000	20,925	485,925
Totals:	$7,635,000	$7,635,000	$6,721,939	$14,356,939

(1) Source: the Issuer

Debt Limit (1) (2) (3) (4)

The amount of general obligation debt a political subdivision of the State of Iowa can incur is controlled by the constitutional debt limit, which is an amount equal to 5% of the actual value of property within the corporate limits, taken from the last County Tax list. The Issuer's debt limit, based upon said valuation, amounts to the following:

Actual Valuation:	$651,576,293
X	5%
Statutory Debt Limit:	$32,578,815
Total General Obligation Bond Debt:	$10,000,000
Total General Obligation Note Debt:	0
Total Lease Purchases:	0
Total Debt Subject to Limit:	$10,000,000
Percentage of Debt Limit Obligated:	30.699%

It has not been determined whether the Issuer's Sales Tax Revenue Bonds do or do not count against the constitutional debt limit. If the Bonds do count against the constitutional debt limit, the amount of debt subject to the debt limit would increase $7,635,000* to be $17,635,000*, or 54.13%* of the statutory debt limit.

(1) Direct debt source: the Issuer

(2) Valuation data source: Iowa Department of Management

(3) Utility Property Tax Replacement

Beginning in 1999, the State replaced its previous property tax assessment procedure in valuing the property of entities involved primarily in the production, delivery, service and sale of electricity and natural gas with a replacement tax formula based upon the delivery of energy by these entities. Electric and natural gas utilities now pay replacement taxes to the State in lieu of property taxes. All replacement taxes are allocated among local taxing cities by the State Department of Revenue and Finance and the Department of Management. This allocation is made in accordance with a general allocation formula developed by the Department of Management on the basis of general property tax equivalents. Properties of these utilities are exempt from the levy of property tax by political subdivisions. Utility property will continue to be valued by a special method as provided in the statute and taxed at the rate of three cents per one thousand dollars for the general fund of the State. It is possible that the general obligation debt capacity of the Issuer could be adjudicated to be proportionately reduced in future years if utility property were determined to be other than "taxable property" for purposes of computing the Issuer's debt limit under Article XI of the Constitution of the State of Iowa. There can be no assurance that future legislation will not (i) operate to reduce the amount of debt the Issuer can issue or (ii) adversely affect the Issuer's ability to levy taxes in the future for the payment of the principal of and interest on its outstanding debt obligations, including the Bonds.

* Preliminary, subject to change

Overlapping & Underlying Debt (1) (3)

Presented below is a listing of the overlapping and underlying debt outstanding of Issuers within the Issuer.

Taxing Authority	GO Debt Outstanding	Taxable Valuation	Valuation Within Issuer	Percentage Applicable	Amount Applicable
City Of Calmar	$48,300	$43,990,813	$43,990,813	100.00%	$48,300
City Of Ossian	1,220,000	31,749,912	31,749,912	100.00%	1,220,000
City Of Spillville	0	13,088,587	13,088,587	100.00%	0
Winneshiek County	0	1,622,747,483	329,000,227	20.27%	0
Northeast Iowa Cc	23,510,000	16,565,230,441	328,595,960	1.98%	466,356
Keystone Aea	0	16,417,019,842	329,000,227	2.00%	0
				Total:	$1,734,656

FINANCIAL SUMMARY (1) (2) (3) (4)

Actual Value of Property, 2025	$651,576,293
Taxable Value of Property, 2025	$329,000,227
Direct General Obligation Debt:	$10,000,000
Overlapping Debt:	$2,345,557
Direct & Overlapping General Obligation Debt:	$12,345,557
Population, 2020 US Census:	4,465
Direct Debt per Capita:	$2,240
Total Debt per Capita:	$2,765
Direct Debt to Taxable Valuation:	3.040%
Total Debt to Taxable Valuation:	3.752%
Direct Debt to Actual Valuation:	1.535%
Total Debt to Actual Valuation:	1.895%
Actual Valuation per Capita:	$145,930
Taxable Valuation per Capita:	$73,684

(1) Valuation source: Iowa Department of Management
(2) Direct debt source: the Issuer
(3) Overlapping debt outstanding source: Treasurer, State of Iowa; where available, EMMA.MSRB.ORG
(4) Population source: U.S. Census Bureau

APPENDIX B – FORM OF LEGAL OPINION

D R A F T

We hereby certify that we have examined a certified transcript of the proceedings of the Board of Directors of the South Winneshiek Community School District in the County of Winneshiek, State of Iowa, and acts of administrative officers of the School District (the "Issuer"), relating to the issuance of School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2027, by said Issuer, dated the date of delivery, in the denominations of $5,000 or multiples thereof, in the aggregate amount of $_____ (the "Bonds").

The Bonds are issued pursuant to Iowa Code Chapter 423F and a Resolution Authorizing the Terms of Issuance and Providing for and Securing the Payment of School Infrastructure Sales, Services and Use Tax Revenue Bonds (the "Resolution") of the Issuer adopted January 11, 2027. Under the Resolution, the Issuer has pledged certain School Infrastructure Sales, Services and Use Tax Revenues (the "School Infrastructure Tax Revenues") for the payment of principal of, premium (if any), and interest on the Bonds when due.

We have examined the law and such certified proceedings and other papers as we deem necessary to render this opinion as bond counsel.

As to questions of fact material to our opinion, we have relied upon representations of the Issuer contained in the Resolution and in the certified proceedings and other certifications of public officials furnished to us, without undertaking to verify the same by independent investigation.

Based on our examination and in reliance upon the certified proceedings and other certifications described above, we are of the opinion, under existing law, as follows:

1. The Issuer is duly created and validly existing as a body corporate and politic and political subdivision of the State of Iowa with the corporate power to adopt the Resolution, perform the agreements on its part contained therein, and issue the Bonds.

2. The Resolution has been duly adopted by the Issuer and constitutes a valid and binding agreement of the Issuer.

3. The Resolution creates a valid lien on the School Infrastructure Tax Revenues pledged by the Resolution (and defined therein) for the security of the Bonds. The lien on the Bonds ranks on a parity as to the pledge of School Infrastructure Tax Revenues with respect to Additional Bonds. The right to issue Additional Bonds is reserved upon conditions set forth in the Resolution.

4. The Bonds have been duly authorized and executed by the Issuer and are valid and binding limited obligations of the Issuer, payable solely from the sources provided therefor in the Resolution.

THE BONDS ARE NOT GENERAL OBLIGATIONS OF THE ISSUER AND THE GENERAL CREDIT AND TAXING POWERS OF THE ISSUER ARE NOT PLEDGED TO THE PAYMENT OF THE PRINCIPAL THEREOF OR INTEREST THEREON. THE ISSUER IS NOT OBLIGATED TO LEVY ANY AD VALOREM TAXES NOR TO EXPEND ANY MONIES OF THE ISSUER TO PAY THE BONDS, EXCEPT THE SCHOOL INFRASTRUCTURE SALES, SERVICES AND USE TAX REVENUES SPECIFICALLY PLEDGED UNDER THE RESOLUTION.

5. Interest on the Bonds is excludable from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. The opinion set forth in the preceding sentence is subject to the condition that the Issuer comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that the interest thereon be, and continue to be, excludable from gross income for federal income tax purposes under Section 103 of the Code. The Issuer has covenanted to comply with all such requirements. Failure to comply with certain of such requirements may cause interest on the Bonds to be includable in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds.

The Issuer has designated the Bonds "qualified tax-exempt obligations" within the meaning of Section 265(b)(3) of the Code.

We express no opinion regarding the accuracy, adequacy, or completeness of the Official Statement or other offering material relating to the Bonds. Further, we express no opinion regarding tax consequences arising with respect to the Bonds other than as expressly set forth herein.

The rights of the owners of the Bonds and the enforceability of the Bonds are limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights generally, and by equitable principles, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may later come to our attention, or any changes in law that may later occur.

Ahlers & Cooney, P.C.

APPENDIX C – FORM OF CONTINUING DISCLOSURE CERTIFICATE

D R A F T

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the South Winneshiek Community School District, State of Iowa (the "Issuer"), in connection with the issuance of $_____ School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2027 (the "Bonds") dated the date of delivery. The Bonds are being issued pursuant to a Resolution of the Issuer approved on January 11, 2027 (the "Resolution"). The Issuer covenants and agrees as follows:

Section 1. Purpose of the Disclosure Certificate; Interpretation. This Disclosure Certificate is being executed and delivered by the Issuer for the benefit of the Holders and Beneficial Owners of the Bonds and in order to assist the Participating Underwriters in complying with S.E.C. Rule 15c2-12(b)(5). This Disclosure Certificate shall be governed by, construed and interpreted in accordance with the Rule, and, to the extent not in conflict with the Rule, the laws of the State. Nothing herein shall be interpreted to require more than required by the Rule.

Section 2. Definitions. In addition to the definitions set forth in the Resolution, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

"Annual Financial Information" shall mean financial information or operating data of the type included in the final Official Statement, provided at least annually by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

"Beneficial Owner" shall mean any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding Bonds through nominees, depositories or other intermediaries), or (b) is treated as the owner of any Bonds for federal income tax purposes.

"Business Day" shall mean a day other than a Saturday or a Sunday or a day on which banks in Iowa are authorized or required by law to close.

"Dissemination Agent" shall mean the Issuer or any Dissemination Agent designated in writing by the Issuer and which has filed with the Issuer a written acceptance of such designation.

"Financial Obligation" shall mean a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term "Financial Obligation" does not include municipal securities as to which a final official statement has been provided to the MSRB consistent with S.E.C. Rule 15c2-12.

"Holders" shall mean the registered holders of the Bonds, as recorded in the registration books of the Registrar.

"Listed Events" shall mean any of the events listed in Section 5(a) of this Disclosure Certificate.

"Municipal Securities Rulemaking Board" or "MSRB" shall mean the Municipal Securities Rulemaking Board, 1300 I Street NW, Suite 1000, Washington, DC 20005.

"National Repository" shall mean the MSRB's Electronic Municipal Market Access website, a/k/a "EMMA" (emma.msrb.org).

"Official Statement" shall mean the Issuer's Official Statement for the Bonds, dated _____, 20___.

"Participating Underwriter" shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with offering of the Bonds.

"Rule" shall mean Rule 15c2-12 adopted by the Securities and Exchange Commission (S.E.C.) under the Securities Exchange Act of 1934, and any guidance and procedures thereunder published by the S.E.C., as the same may be amended from time to time.

"State" shall mean the State of Iowa.

Section 3. Provision of Annual Financial Information.

a. The Issuer shall, or shall cause the Dissemination Agent to, not later than April 15 after the end of the Issuer's fiscal year, commencing with information for the 2027 fiscal year, provide to the National Repository an Annual Financial Information filing consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Financial Information filing must be submitted in such format as is required by the MSRB (currently in "searchable PDF" format). The Annual Financial Information filing may be submitted as a single document or as separate documents comprising a package. The Annual Financial Information filing may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the audited financial statements of

the Issuer may be submitted separately from the balance of the Annual Financial Information filing and later than the date required above for the filing of the Annual Financial Information if they are not available by that date. If the Issuer's fiscal year changes, it shall give notice of such change in the same manner as for a Listed Event under Section 5(c).

b. If the Issuer is unable to provide to the National Repository the Annual Financial Information by the date required in subsection (a), the Issuer shall send a notice to the Municipal Securities Rulemaking Board, if any, in substantially the form attached as Exhibit A.

c. The Dissemination Agent shall:
   i. each year file Annual Financial Information with the National Repository; and
   ii. (if the Dissemination Agent is other than the Issuer), file a report with the Issuer certifying that the Annual Financial Information has been filed pursuant to this Disclosure Certificate, stating the date it was filed.

Section 4. Content of Annual Financial Information. The Issuer's Annual Financial Information filing shall contain or incorporate by reference the following:

a. The last available audited financial statements of the Issuer for the prior fiscal year, prepared in accordance with generally accepted accounting principles promulgated by the Financial Accounting Standards Board as modified in accordance with the governmental accounting standards promulgated by the Governmental Accounting Standards Board or as otherwise provided under State law, as in effect from time to time, or, if and to the extent such financial statements have not been prepared in accordance with generally accepted accounting principles, noting the discrepancies therefrom and the effect thereof. If the Issuer's audited financial statements for the preceding years are not available by the time Annual Financial Information is required to be filed pursuant to Section 3(a), the Annual Financial Information filing shall contain unaudited financial statements of the type included in the final Official Statement, and the audited financial statements shall be filed in the same manner as the Annual Financial Information when they become available.

b. A table, schedule or other information prepared as of the end of the preceding fiscal year, of the type contained in the final Official Statement under the captions "Current Statewide Receipts of the Tax-Average Per Pupil Receipts," "Historical Resident Enrollment in the School District," "Actual Historic Sales, Services & Use Tax Revenue Receipts," "Estimated Future Sales, Services & Use Tax Receipts," and "Estimated Debt Service and Coverage on the Bonds."

Any or all of the items listed above may be included by specific reference to other documents, including official statements of debt issues of the Issuer or related public entities, which have been filed with the National Repository. The Issuer shall clearly identify each such other document so included by reference.

Section 5. Reporting of Significant Events.

a. Pursuant to the provisions of this Section, the Issuer shall give, or cause to be given, notice of the occurrence of any of the following events with respect to the Bonds in a timely manner not later than 10 Business Days after the day of the occurrence of the event:

i. Principal and interest payment delinquencies;
ii. Non-payment related defaults, if material;
iii. Unscheduled draws on debt service reserves reflecting financial difficulties;
iv. Unscheduled draws on credit enhancements relating to the Bonds reflecting financial difficulties;
v. Substitution of credit or liquidity providers, or their failure to perform;
vi. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax-exempt status of the Series Bonds, or material events affecting the tax-exempt status of the Bonds;
vii. Modifications to rights of Holders of the Bonds, if material;
viii. Bond calls (excluding sinking fund mandatory redemptions), if material, and tender offers;
ix. Defeasances of the Bonds;
x. Release, substitution, or sale of property securing repayment of the Bonds, if material;
xi. Rating changes on the Bonds;
xii. Bankruptcy, insolvency, receivership or similar event of the Issuer;
xiii. The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
xiv. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
xv. Incurrence of a Financial Obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other terms of a Financial Obligation of the Issuer, any of which affect security holders, if material; and
xvi. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer, any of which reflect financial difficulties.

b. Whenever the Issuer obtains the knowledge of the occurrence of a Listed Event, the Issuer shall determine if the occurrence is subject to notice only if material, and if so shall as soon as possible determine if such event would be material under applicable federal securities laws.
c. If the Issuer determines that knowledge of the occurrence of a Listed Event is not subject to materiality, or determines such occurrence is subject to materiality and would be material under applicable federal securities laws, the Issuer shall promptly, but not later than 10 Business Days after the occurrence of the event, file a notice of such occurrence with the Municipal Securities Rulemaking Board through the filing with the National Repository.

Section 6. Additional Filing. The Issuer's audited financial statements for fiscal year ending June 30, 2026, were not available for inclusion in the Final Official Statement. The Issuer agrees to file these audited financial statements in the same manner as the Annual Financial Information when they become available.

Section 7. Termination of Reporting Obligation. The Issuer's obligations under this Disclosure Certificate with respect to each Series of Bonds shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds of that Series or upon the Issuer's receipt of an opinion of nationally recognized bond counsel to the effect that, because of legislative action or final judicial action or administrative actions or proceedings, the failure of the Issuer to comply with the terms hereof will not cause Participating Underwriters to be in violation of the Rule or other applicable requirements of the Securities Exchange Act of 1934, as amended.

Section 8. Dissemination Agent. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Certificate, and may discharge any such Agent, with or without appointing a successor Dissemination Agent. The Dissemination Agent shall not be responsible in any manner for the content of any notice or report prepared by the Issuer pursuant to this Disclosure Certificate. The initial Dissemination Agent shall be the Issuer.

Section 9. Amendment; Waiver. Notwithstanding any other provision of this Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, provided that the following conditions are satisfied:

a. If the amendment or waiver relates to the provisions of Section 3(a), 4, or 5(a), it may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature or status of an obligated person with respect to the Bonds, or the type of business conducted;

b. The undertaking, as amended or taking into account such waiver, would, in the opinion of nationally recognized bond counsel, have complied with the requirements of the Rule at the time of the original issuance of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

c. The amendment or waiver either (i) is approved by the Holders of the Bonds in the same manner as provided in the Resolution for amendments to the Resolution with the consent of Holders, or (ii) does not, in the opinion of nationally recognized bond counsel, materially impair the interests of the Holders or Beneficial Owners of the Bonds.

In the event of any amendment or waiver of a provision of this Disclosure Certificate, the Issuer shall describe such amendment in the next Annual Financial Information filing, and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the Issuer. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, (i) notice of such change shall be given in the same manner as for a Listed Event under Section 5(c), and (ii) the Annual Financial Information filing for the year in which the change is made will present a comparison or other discussion in narrative form (and also, if feasible, in quantitative form) describing or illustrating the material differences between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Section 10. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Financial Information filing or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Financial Information filing or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Certificate to update such information or include it in any future Annual Financial Information filing or notice of occurrence of a Listed Event.

Section 11. Default. In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate, any Holder or Beneficial Owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under this Disclosure Certificate. Direct, indirect, consequential and punitive damages shall not be recoverable by any person for any default hereunder and are hereby waived to the extent permitted by law. A default under this Disclosure Certificate shall not be deemed an event of default under the Resolution, and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

Section 12. Duties, Immunities and Liabilities of Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically

set forth in this Disclosure Certificate, and the Issuer agrees to indemnify and save the Dissemination Agent, its officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorneys' fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's negligence or willful misconduct. The obligations of the Issuer under this Section shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

Section 13. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriters and Holders and Beneficial Owners from time to time of the Bonds, and shall create no rights in any other person or entity.

Section 14. Rescission Rights. The Issuer hereby reserves the right to rescind this Disclosure Certificate without the consent of the Holders in the event the Rule is repealed by the S.E.C. or is ruled invalid by a federal court and the time to appeal from such decision has expired. In the event of a partial repeal or invalidation of the Rule, the Issuer hereby reserves the right to rescind those provisions of this Disclosure Certificate that were required by those parts of the Rule that are so repealed or invalidated.

Date: Date of Delivery

SOUTH WINNESHIEK COMMUNITY
SCHOOL DISTRICT, STATE OF IOWA

By: _____
President of the Board of Directors

ATTEST:

By: _____
Secretary of the Board of Directors

EXHIBIT A

NOTICE TO NATIONAL REPOSITORY OF FAILURE
TO FILE ANNUAL FINANCIAL INFORMATION

Name of Issuer: South Winneshiek Community School District, Iowa.

Name of Bond Issue: $_____ School Infrastructure Sales, Services and Use Tax Revenue Bonds, Series 2027

Dated Date of Issue:Date of Delivery

NOTICE IS HEREBY GIVEN that the Issuer has not provided Annual Financial Information with respect to the above-named Bonds as required by Section 3 of the Continuing Disclosure Certificate delivered by the Issuer in connection with the Bonds. The Issuer anticipates that the Annual Financial Information will be filed by _____.

Dated: _____ day of _____, 20___.

SOUTH WINNESHIEK COMMUNITY
SCHOOL DISTRICT, STATE OF IOWA

By: _____
Its: _____

APPENDIX D – AUDITED FINANCIAL STATEMENTS OF THE ISSUER

This Appendix contains the entire 2025 audited financial statement of the issuer. The Auditor of State of the State of Iowa (the "State Auditor") maintains a webpage that contains prior years' audits of city, county, school district and community college, including audits of the Issuer.

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SOUTH WINNESHIEK
COMMUNITY SCHOOL DISTRICT
CALMAR, IOWA

FINANCIAL REPORT

JUNE 30, 2025

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SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT

BOARD OF EDUCATION AND SCHOOL OFFICIALS

Name	Title	Term Expires
	Board of Education	
Wendy Mihm-Herold	President	2025*
Don Schroeder	President	2025**
Ron Hemesath	Vice-President	2027***
Cathy Sabelka	Board Member	2025****
Craig Neuzil	Board Member	2027*****
Patricia Schissel	Board Member	2025
Landon Holthaus	Board Member	2027******
	School Officials	
Kris Einck	Superintendent	
Kris Smith	Business Manager, SBO, Board Secretary/Treasurer	

* Resigned effective July 8, 2024 and was appointed effective December 9, 2024 as President
** Effective July 8, 2024 appointed President and resigned effective December 9, 2024
*** Effective July 8, 2024 appointed Vice-President
**** Appointed effective July 8, 2024
***** Resigned effective May 13, 2025
****** Appointed effective May 13, 2025

Hacker Nelson & Co., CPAs

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

To the Board of Education
South Winneshiek Community School District
Calmar, Iowa

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the South Winneshiek Community School District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the South Winneshiek Community School District, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with U.S. generally accepted accounting principles.

Basis for Opinions

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the South Winneshiek Community School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 19 to the financial statements, South Winneshiek Community School District adopted new accounting guidance related to Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. generally accepted accounting principles, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the South Winneshiek Community School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- **Exercise professional judgment and maintain professional skepticism throughout the audit.**
- **Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.**
- **Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the South Winneshiek Community School District's internal control. Accordingly, no such opinion is expressed.**
- **Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.**
- **Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the South Winneshiek Community School District's ability to continue as a going concern for a reasonable period of time.**

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

U.S. generally accepted accounting principles require that the management's discussion and analysis, the budgetary comparison information, the schedule of the District's proportionate share of the net pension liability, the schedule of District contributions and the schedule of changes in the District's total OPEB liability, related ratios and notes on pages 5 through 5g and pages 38 through 43 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. generally accepted auditing standards, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the South Winneshiek Community School District's June 30, 2025 basic financial statements. We previously audited, in accordance with the standards referred to in the third paragraph of this report, the financial statements for the nine years ended June 30, 2024 (which are not presented herein) and expressed unmodified opinions on those financial statements. The supplementary information included in Schedules 1 through 4 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information shown on Schedules 1 through 4 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the supplementary information shown on Schedules 1 through 4 are fairly stated in all material respects in relation to the years ended June 30, 2016 through 2025 basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2025, on our consideration of the South Winneshiek Community School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the South Winneshiek Community School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering South Winneshiek Community School District's internal control over financial reporting and compliance.

Hacker, Nelson + Co., CPAs

Decorah, Iowa
December 31, 2025

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
CALMAR, IOWA

Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025

Management of the South Winneshiek Community School District provides this management's discussion and analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2025.

The intent of this discussion and analysis is to look at South Winneshiek Community School District's financial performance as a whole with comparisons to the previous fiscal year activities. Readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

2025 FINANCIAL HIGHLIGHTS

The District implemented Governmental Accounting Standards Board Statement (GASBS) No. 101, *Compensated Absences*, during fiscal year 2025. The implementation of this standard revised the recognition and measurement criteria for compensated absences, requiring liabilities to be recorded when leave is earned rather than when it becomes payable. This restatement resulted in an increase to the beginning compensated absences liability and a corresponding decrease to beginning net position in the government-wide and proprietary fund financial statements.

In total, net position increased $313,641. Net position in governmental activities increased $368,901. Net position in the business-type activities, which represents the District's food services operations and 3-year-old preschool, decreased $55,260.

General fund revenues (which include the instructional support fund) accounted for $8,463,239 in revenue or 78.10% of all governmental revenues. General fund expenditures (which include the instructional support fund) accounted for $9,220,599 in expenditures or 84.88% of all governmental expenditures.

USING THIS ANNUAL REPORT

These statements are organized so the reader can understand South Winneshiek Community School District as a financial whole or as an entire operating entity. The annual report consists of a series of financial statements, notes to those statements and other information, as follows:

Management's discussion and analysis introduces the basic financial statements and provides an analytical overview of the District's financial activities.

The government-wide financial statements consist of a statement of net position and a statement of activities. These provide information about the activities of South Winneshiek Community School District as a whole and present an overall view of the District's finances.

The fund financial statements tell how governmental and business-type activities services were financed in the short term as well as what remains for future spending. Fund financial statements report South Winneshiek Community School District's operations in more detail than the government-wide financial statements by providing information about the most significant funds with all other nonmajor funds presented in total in a single column. The remaining financial statements provide information about activities for which South Winneshiek Community School District acts solely as an agent or custodian for the benefit of those outside of the District.

USING THIS ANNUAL REPORT (Continued)

Notes to financial statements provide additional information essential to a full understanding of the data provided in the basic financial statements.

Required supplementary information further explains and supports the financial statements with a comparison of the District's budget for the year, the District's proportionate share of the net pension liability and related contributions, as well as presenting the schedule of changes in the District's total OPEB liability, related ratios and notes.

Other supplementary information provides detailed information about the nonmajor funds and compares governmental fund activity to prior years.

REPORTING THE DISTRICT'S FINANCIAL ACTIVITIES

Government-wide Financial Statements

The government-wide financial statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. All of the current year's revenues and expenses are accounted for in the statement of activities, regardless of when cash is received or paid.

The two government-wide financial statements report the District's net position and how it has changed. Net position is one way to measure the District's financial health or financial position. Over time, increases or decreases in the District's net position is an indicator of whether financial position is improving or deteriorating. To assess the District's overall health, additional non-financial factors, such as changes in the District's property tax base and the condition of school buildings and other facilities, need to be considered.

In the government-wide financial statements, the District's activities are divided into two categories:

- **Governmental activities: most of the District's programs and services are reported here, such as regular and special education, transportation and administration. Property tax and state aid finance most of these activities.**

- **Business-type activities: the District charges fees to help cover the costs of certain services it provides. The District's school nutrition fund and 3-year-old preschool fund are included here.**

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds focusing on its most significant or "major" funds - not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs.

Some funds are required by state law and by bond covenants. The District uses different funds in accordance with the Uniform Financial Accounting for Iowa LEA's, as required by the Iowa Department of Education, to record its financial transactions. The District establishes other funds to control and manage money for particular purposes, such as accounting for student activity funds, or to show it is properly using certain revenues such as federal grants.

However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds for fiscal year 2025 are the general fund, the management levy-special revenue fund, the statewide sales, services and use tax-capital projects fund, and the physical plant and equipment levy-capital projects fund.

REPORTING THE DISTRICT'S FINANCIAL ACTIVITIES (Continued)

Fund Financial Statements (Continued)

The District has three kinds of funds:

1) **Governmental funds*:* most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. These funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs.**

   The District's governmental funds include the general fund, the special revenue funds, the debt service fund, and the capital projects funds.

   The required financial statements for governmental funds include a balance sheet and a statement of revenues, expenditures and changes in fund balances.

2) **Proprietary funds*:* services for which the District charges a fee are generally reported in the proprietary funds and are reported in the same way as the government-wide financial statements. The District's enterprise funds, one type of proprietary fund, is the same as its business-type activities but provides more detail and additional information, such as cash flows. The District's enterprise funds are the school nutrition fund and the 3-year-old preschool fund.**

   The required financial statements for proprietary funds include a statement of net position, a statement of revenues, expenses and changes in net position and a statement of cash flows.

3) **Fiduciary fund: the District is the trustee, or fiduciary, for assets that belong to others. The District's fiduciary fund is as follows:**

   - **Custodial fund: this is a fund through which the District administers and accounts for certain monies as a fiscal agent.**

   The District is responsible for ensuring the assets reported in the fiduciary fund is used only for its intended purpose and by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

   The required financial statements for the fiduciary fund include a statement of fiduciary net position and the statement of changes in fiduciary net position.

Reconciliations between the government-wide financial statements and the governmental fund financial statements follow the governmental fund financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of financial position. The District's net position at the end of fiscal year 2025 for governmental activities was $5,726,065 and for business-type activities was $170,645. The following is a summary perspective of the statement of net position of the District for the fiscal years ended June 30, 2025 and 2024.

Condensed Statement of Net Position
(Expressed in Thousands)

	Governmental Activities		Business-type Activities		Total	
	2025	2024*	2025	2024*	2025	2024*
Current and other assets	$ 10,072	$ 9,646	$ 213	$ 271	$ 10,285	$ 9,917
Capital assets	3,858	3,600	36	42	3,894	3,642
Total assets	13,930	13,246	249	313	14,179	13,559
Deferred outflows of resources	781	912	51	55	832	967
Current liabilities	1,874	1,290	66	51	1,940	1,341
Noncurrent liabilities	2,921	2,779	53	39	2,974	2,818
Total liabilities	4,795	4,069	119	90	4,914	4,159
Deferred inflows of resources	4,190	4,097	10	18	4,200	4,115
Net position:						
Net investment in capital assets	3,827	3,555	36	42	3,863	3,597
Restricted	4,219	3,457			4,219	3,457
Unrestricted (deficit)	(2,320)	(1,020)	135	218	(2,185)	(802)
Total net position	$ 5,726	$ 5,992	$ 171	$ 260	$ 5,897	$ 6,252

*** Not restated**

The District's total net position increased. The largest portion of the District's net position is invested in capital assets (e.g., land, buildings and equipment, and right-to-use equipment), less the related debt. The debt related to the investment in capital assets is liquidated with resources other than capital assets.

Restricted net position represents resources subject to external restrictions, constitutional provisions or enabling legislation on how they can be used. The District's restricted net position increased approximately $762,000 or 23.04%, over the prior year. The increase was primarily a result of increased physical plant and equipment levy funds and management levy funds.

Unrestricted net position - the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements decreased due to the financial results of the year in the general fund and the increase in restricted net position.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

As shown below, the following analysis shows the change in net position for the years ended June 30, 2025 and 2024.

	Changes in Net Position (Expressed in Thousands)					
	Governmental Activities		Business-type Activities		Total	
	2025	2024*	2025	2024*	2025	2024*
REVENUES						
Program revenue:						
Charges for service	$ 945	$ 809	$ 304	$ 276	$ 1,249	$ 1,085
Operating grants	2,027	1,714	214	224	2,241	1,938
General revenue:						
Property taxes	3,825	3,924			3,825	3,924
Sales tax and surtax	705	681			705	681
Unrestricted state grants	3,052	2,710			3,052	2,710
Unrestricted investment earnings	173	159	1	1	174	160
Other revenue	109	118			109	118
Total revenues	10,836	10,115	519	501	11,355	10,616
PROGRAM EXPENSES						
Instruction	6,527	6,008			6,527	6,008
Student support	3,159	2,824			3,159	2,824
Non-instructional programs			624	551	624	551
Other expenses	731	867			731	867
Total expenses	10,417	9,699	624	551	11,041	10,250
Transfers	(50)	4	50	(4)	-	-
Change in net position	369	420	(55)	(54)	314	366
NET POSITION, beginning of year, as restated	5,357	5,572	226	314	5,583	5,886
NET POSITION, end of year	$ 5,726	$ 5,992	$ 171	$ 260	$ 5,897	$ 6,252

*Not restated

In fiscal year 2025, property tax and unrestricted state grants accounted for 63.46% of the revenue from governmental activities while charges for service and operating grants accounted for 100% of the revenue from business-type activities.

The District's total revenues were approximately $11.3 million, of which approximately $10.8 million was for governmental activities and $500,000 was for business-type activities.

INDIVIDUAL FUND ANALYSIS

The South Winneshiek Community School District uses fund accounting on the modified accrual basis of accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds Highlights

As the District completed the year, its governmental funds reported a fund balance of $4,603,823, a $77,122 decrease from the prior year end balance of $4,680,945.

- **The ending fund balance in the general fund of $500,931 showed a decrease of $807,360 from the prior year balance of $1,308,291. The general fund has been decreasing due to an increase in instructional and support services expenses without an increase in revenue to offset it.**

- **The management levy fund balance increased $547,762 for fiscal year 2025. This was due to an increase in property taxes in anticipation of paying out termination benefits in the next few years.**

- **The physical plant and equipment levy (PPEL) fund balance increased $31,021 during fiscal year 2025.**

- **The statewide sales, services and use tax fund balance increased $157,171.**

Proprietary Funds Highlights

- **The school nutrition fund balance decreased $60,620 during fiscal year 2025. The decrease is mainly due to the District having more salary expense.**

- **The 3-year-old preschool fund balance increased $5,360 during the fiscal year 2025. The District continues to monitor tuition rates for this program.**

BUDGETARY HIGHLIGHTS

The District's Board of Education annually adopts a budget as required by Iowa law. Proper public notice and a required public hearing are held before final approval of the budget. State statute requires approval of the budget on or before April 15 of each year. The budget document presents functional expenditures by fund and the legal level of control is at the expense level by total instruction, total support services, total non-instructional programs, total other expenditures, and total expenditures. The District amends the budget, as allowed by Iowa law, generally once per year to reflect the additional revenues and expenditures that may occur during the school year. Over the course of the year, the District adopted one budget amendment to reflect additional expenditures throughout the District.

The District's total revenues were $895,189 more than total budgeted revenues, a variance of 8.56%. The most significant variance resulted from the District receiving more revenues from local sources than originally anticipated.

Total expenditures were less than budgeted, due primarily to the District's budget for the general fund. It is the District's practice to budget expenditures within the authorized spending authority for the general fund. The District then manages or controls general fund and other fund spending through its line-item budget. As a result, the District's certified budget should always exceed actual expenditures for the year.

In spite of the District's budgetary practice, the amended budget was exceeded in the instruction function and non-instructional programs function areas.

BUDGETARY HIGHLIGHTS (Continued)

The following chart shows the original and final budget for fiscal year 2025 as well as the actual revenue and expenditures for the year.

	Budgetary Comparison Schedule (Expressed in Thousands)			
	Actual Basis	Budgeted Amounts		Variance
		Original	Final	
Revenues:				
Local sources	$ 5,326	$ 4,743	$ 4,743	$ 583
State sources	5,329	5,214	5,214	115
Federal sources	701	504	504	197
Total revenues	$ 11,356	$ 10,461	$ 10,461	$ 895
Expenditures/Expenses:				
Instruction	$ 6,776	$ 5,813	$ 6,713	$ (63)
Support services	3,247	3,355	3,605	358
Non-instructional programs	625	550	550	(75)
Other expenditures	840	885	885	45
Total expenditures/expenses	$ 11,488	$ 10,603	$ 11,753	$ 265

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2025, South Winneshiek Community School District had $3,858,002 invested in a broad range of capital assets, including buildings, land and equipment for the governmental activities. For the enterprise funds, the District had $35,961 invested in equipment in the school nutrition fund.

The District had depreciation/amortization expense of $448,303 for fiscal year 2025 and total accumulated depreciation/amortization of $7,343,998 as of June 30, 2025 for the governmental activities. The District had depreciation/amortization expense of $8,867 for fiscal year 2025 and total accumulated depreciation/amortization of $129,410 as of June 30, 2025 for the business-type activities. More detailed information about the District's capital assets is presented in Note 5 to the financial statements.

Debt

At year-end, the District had $1,009,302 in debt compared to $940,248 restated prior year. All debt is from right-to-use agreements, compensated absences, and termination benefits. More detailed information about the District's long-term liability is presented in Note 6 to the financial statements.

ECONOMIC FACTORS BEARING ON THE DISTRICT'S FUTURE

Current Issues

Several economic factors and conditions currently influence the financial position and operations of the District. These factors include statewide school funding provisions, enrollment trends, local economic activity, and inflationary pressures.

State and Federal Funding

State funding remains the District's primary revenue source, generated largely through the State Foundation Aid formula. The Iowa Legislature sets the State Supplemental Aid (SSA) each year; the SSA rate directly impacts the District's general fund revenue capacity. For the upcoming fiscal year, SSA was set at 2%, which represented a slight increase compared to the prior year. Because state aid is enrollment-driven, any fluctuations in certified enrollment will also affect future revenue.

Federal funding continues to support specific programs, including Title I, Title II, Special Education (IDEA), and school nutrition services. While pandemic-related ESSER funding has ended or tapered off, the District has transitioned remaining expenditures back to the general fund where required.

Enrollment Trends

Enrollment is a key driver of the District's funding under Iowa's school finance formula. The District's most recent October 1, 2025 certified enrollment shows a decrease of 20 students from the prior year. This change will impact funding in future fiscal years due to Iowa's one-year funding lag. The District continues to monitor demographic patterns and open enrollment.

The District has implemented cost-containment and efficiency strategies to manage increases while maintaining high-quality educational services.

Long-Term Financial Considerations

The District maintains a focus on long-term planning, including facility needs, technology investments, and maintaining adequate reserves. The Board has continued its commitment to responsible stewardship of taxpayer resources through monitoring of:

- **Unspent Authorized Budget (UAB)**
- **General fund balance trends.**
- **Debt service requirements will begin in FY26 with the passing of the November 4, 2025 bond referendum to tear off, remodel and build a portion of the high school.**
- **PPEL and SAVE long-range capital plans.**

The District believes it is well-positioned to manage current economic conditions while continuing to meet the educational needs of students and the community.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's citizens, taxpayers, customers, and creditors with a general overview of South Winneshiek Community School District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's Office, South Winneshiek Community School District, 304 South Webster Street, Calmar, Iowa 52132.

EXHIBIT A

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
STATEMENT OF NET POSITION
June 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and pooled investments	$ 5,655,306	$ 194,066	$ 5,849,372
Receivables:			
Property tax:			
Delinquent	24,149		24,149
Succeeding year	3,685,459		3,685,459
Accounts	224,918		224,918
Prepaid expenses	54,800		54,800
Due from other governments	428,136		428,136
Inventories		7,885	7,885
Capital assets, non-depreciable	281,659		281,659
Capital assets, net of accumulated depreciation/amortization	3,576,343	35,961	3,612,304
Net pension asset		10,641	10,641
Total assets	13,930,770	248,553	14,179,323
DEFERRED OUTFLOWS OF RESOURCES			
Pension related deferred outflows	708,593	48,257	756,850
OPEB related deferred outflows	71,986	3,233	75,219
Total deferred outflows of resources	780,579	51,490	832,069
Total assets and deferred outflows of resources	$ 14,711,349	$ 300,043	$ 15,011,392
LIABILITIES			
Accounts payable	$ 615,082		$ 615,082
Salaries and benefits payable	858,770	$ 50,661	909,431
Advances from grantors	37,600		37,600
Unearned revenues		12,055	12,055
Long-term liabilities:			
Portion due within one year:			
Compensated absences	45,391	3,177	48,568
Right-to-use agreements	15,332		15,332
Termination benefits	302,500		302,500
Portion due after one year:			
Compensated absences	408,517	28,595	437,112
Right-to-use agreements	15,790		15,790
Termination benefits	190,000		190,000
Net pension liability	1,905,012	10,933	1,915,945
Total OPEB liability	401,318	13,913	415,231
Total liabilities	4,795,312	119,334	4,914,646
DEFERRED INFLOWS OF RESOURCES			
Succeeding year property tax	3,685,459		3,685,459
Pension related deferred inflows	127,655	5,353	133,008
OPEB related deferred inflows	104,824	4,711	109,535
Other	272,034		272,034
Total deferred inflows of resources	4,189,972	10,064	4,200,036
NET POSITION			
Net investment in capital assets	3,826,880	35,961	3,862,841
Restricted for:			
Capital projects	1,745,276		1,745,276
Management levy purposes	1,962,592		1,962,592
Physical plant and equipment	314,015		314,015
Student activities	81,009		81,009
Categorical funding	116,419		116,419
Unrestricted (deficit)	(2,320,126)	134,684	(2,185,442)
Total net position	5,726,065	170,645	5,896,710
Total liabilities, deferred inflows of resources and net position	$ 14,711,349	$ 300,043	$ 15,011,392

See Notes to Financial Statements.

EXHIBIT B

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2025

Functions and Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Total
GOVERNMENTAL ACTIVITIES						
Instruction:						
Regular	$ 3,442,270	$ 767,391	$ 1,439,009	$ (1,235,870)		$ (1,235,870)
Special	1,874,081	120,205	8,522	(1,745,354)		(1,745,354)
Other	1,211,063	42,010	154,293	(1,014,760)		(1,014,760)
	6,527,414	929,606	1,601,824	(3,995,984)	$ -	(3,995,984)
Support services:						
Student	408,386			(408,386)		(408,386)
Instructional staff	427,506			(427,506)		(427,506)
Administration	1,083,567			(1,083,567)		(1,083,567)
Operation and maintenance plant	736,234			(736,234)		(736,234)
Transportation	503,558	15,782	78,704	(409,072)		(409,072)
	3,159,251	15,782	78,704	(3,064,765)	-	(3,064,765)
Other:						
Facilities acquisition	311,528		100,519	(211,009)		(211,009)
AEA flowthrough	246,101		246,101	-		-
Depreciation/amortization (unallocated)*	173,356			(173,356)		(173,356)
	730,985	-	346,620	(384,365)	-	(384,365)
Total governmental activities	10,417,650	945,388	2,027,148	(7,445,114)	-	(7,445,114)
BUSINESS-TYPE ACTIVITIES						
Non-instructional programs:						
Nutrition services	507,891	242,700	203,727		(61,464)	(61,464)
Child care operations	116,676	61,552	10,484		(44,640)	(44,640)
Total business-type activities	624,567	304,252	214,211	-	(106,104)	(106,104)
Total	$ 11,042,217	$ 1,249,640	$ 2,241,359	(7,445,114)	(106,104)	(7,551,218)
GENERAL REVENUES						
Property taxes levied for:						
General purposes				2,664,407		2,664,407
Management levy purposes				882,828		882,828
Physical plant and equipment				277,658		277,658
Statewide sales, services and use tax				704,862		704,862
Unrestricted state grants				3,051,935		3,051,935
Unrestricted investment earnings				173,652	844	174,496
Transfer (out) in				(50,000)	50,000	-
Other				108,673		108,673
Total general revenues				7,814,015	50,844	7,864,859
Change in net position				368,901	(55,260)	313,641
NET POSITION, beginning of year, as restated				5,357,164	225,905	5,583,069
NET POSITION, end of year				$ 5,726,065	$ 170,645	$ 5,896,710

*This amount excludes the depreciation/amortization included in the direct expenses of the various programs.

See Notes to Financial Statements.

EXHIBIT C

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2025

	General	Special Revenue Fund Management Levy	Capital Projects Funds: Physical Plant and Equipment Levy	Capital Projects Funds: Statewide Sales, Services and Use Tax	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and pooled investments	$ 1,519,167	$ 1,956,633	$ 330,469	$ 1,787,191	$ 61,846	$ 5,655,306
Receivables:						
Property tax:						
Delinquent	17,149	5,959	1,041			24,149
Succeeding year	3,103,959	400,000	181,500			3,685,459
Accounts	201,019				23,899	224,918
Prepaid expenses	44,110			10,690		54,800
Due from other governments	218,202		136,017	73,917		428,136
Total assets	$ 5,103,606	$ 2,362,592	$ 649,027	$ 1,871,798	$ 85,745	$ 10,072,768
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts payable	$ 466,329		$ 17,495	$ 126,522	$ 4,736	$ 615,082
Salaries and benefits payable	858,770					858,770
Advances from grantors	37,600					37,600
Total liabilities	1,362,699	$ -	17,495	126,522	4,736	1,511,452
Deferred inflows of resources:						
Unavailable revenues:						
Succeeding year property tax	3,103,959	400,000	181,500			3,685,459
Other	136,017		136,017			272,034
Total deferred inflows of resources	3,239,976	400,000	317,517	-	-	3,957,493
Fund balances:						
Nonspendable:						
Prepaid expenses	44,110			10,690		54,800
Restricted for:						
Categorical funding	116,419					116,419
Management levy purposes		1,962,592				1,962,592
Student activities					81,009	81,009
Capital projects				1,734,586		1,734,586
Physical plant and equipment			314,015			314,015
Unassigned	340,402					340,402
Total fund balances	500,931	1,962,592	314,015	1,745,276	81,009	4,603,823
Total liabilities, deferred inflows of resources and fund balances	$ 5,103,606	$ 2,362,592	$ 649,027	$ 1,871,798	$ 85,745	$ 10,072,768

See Notes to Financial Statements.

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2025

RECONCILIATION OF GOVERNMENTAL FUND BALANCES TO NET POSITION		
Total governmental fund balances		$ 4,603,823
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds, net of accumulated depreciation/amortization of: $7,343,998.		3,858,002
Pension and OPEB related deferred outflows of resources and deferred inflows of resources are not due and payable in the current year and, therefore, are not reported in the governmental funds, as follows:		
Deferred outflows of resources	$ 780,579	
Deferred inflows of resources	(232,479)	548,100
Some liabilities, including compensated absences payable, right-to-use agreements, termination benefits, net pension liability, and total OPEB liability are not due and payable in the current year and, therefore, are not reported as liabilities in the governmental funds:		
Compensated absences	(453,908)	
Right-to-use agreements	(31,122)	
Termination benefits	(492,500)	
Net pension liability	(1,905,012)	
Total OPEB liability	(401,318)	(3,283,860)
Net position of governmental activities per Exhibit A		$ 5,726,065

See Notes to Financial Statements.

EXHIBIT D

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

			Capital Projects Funds			
	General	Special Revenue Fund Management Levy	Physical Plant and Equipment Levy	Statewide Sales, Services and Use Tax	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Local sources:						
Local property tax	$ 2,664,407	$ 882,828	$ 277,658			$ 3,824,893
Tuition	650,105					650,105
Other	147,537	114,822	27,124	$ 41,024	$ 215,239	545,746
State sources	4,612,227	7,862	1,374	704,862		5,326,325
Federal sources	388,963			100,519		489,482
Total revenues	8,463,239	1,005,512	306,156	846,405	215,239	10,836,551
EXPENDITURES						
Current:						
Instruction:						
Regular	3,705,214	142,883	97,959	11,853		3,957,909
Special	1,874,891					1,874,891
Other	722,575				220,955	943,530
	6,302,680	142,883	97,959	11,853	220,955	6,776,330
Support services:						
Student	408,386					408,386
Instructional staff	296,451		127,469	4,290		428,210
Administration	926,196	117,318	31,955	9,346		1,084,815
Operation and maintenance plant	558,303	173,233		27,590		759,126
Transportation	482,482	24,316		59,834		566,632
	2,671,818	314,867	159,424	101,060	-	3,247,169
Other:						
Long-term debt:						
Principal					14,887	14,887
Interest and fiscal charges					1,157	1,157
Facilities acquisition			1,708	576,321		578,029
AEA flowthrough	246,101					246,101
	246,101	-	1,708	576,321	16,044	840,174
Total expenditures	9,220,599	457,750	259,091	689,234	236,999	10,863,673
(DEFICIENCY) EXCESS OF REVENUES (UNDER) OVER EXPENDITURES	(757,360)	547,762	47,065	157,171	(21,760)	(27,122)
OTHER FINANCING SOURCES (USES)						
Transfers in					16,044	16,044
Transfers (out)	(50,000)		(16,044)			(66,044)
	(50,000)	-	(16,044)	-	16,044	(50,000)
Change in fund balances	(807,360)	547,762	31,021	157,171	(5,716)	(77,122)
FUND BALANCES, beginning of year	1,308,291	1,414,830	282,994	1,588,105	86,725	4,680,945
FUND BALANCES, end of year	$ 500,931	$ 1,962,592	$ 314,015	$ 1,745,276	$ 81,009	$ 4,603,823

See Notes to Financial Statements.

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES		
Net change in fund balances - total governmental funds		$ (77,122)
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation/amortization expenses in the statement of activities. This is the amount by which capital outlays exceeded depreciation/amortization in the current year, as follows:		
Depreciation/amortization	$ (448,303)	
Capital outlays	705,428	257,125
Repayment of long-term debt principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net position and does not affect the statement of activities.		14,887
The current year District IPERS contributions are reported as expenditures in the governmental funds but are reported as deferred outflows of resources in the statement of net position.		462,147
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds as follows:		
Compensated absences	181,263	
Termination benefits	(267,500)	
Pension expense	(200,894)	
OPEB expense	(1,005)	(288,136)
Change in net position of governmental activities per Exhibit B		$ 368,901

See Notes to Financial Statements.

EXHIBIT E

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2025

	School Nutrition	3-Year-Old Preschool	Total
ASSETS			
CURRENT ASSETS			
Cash	$ 160,861	$ 33,205	$ 194,066
Inventories	7,885		7,885
Total current assets	168,746	33,205	201,951
NONCURRENT ASSETS			
Furniture and equipment	165,371		165,371
Less accumulated depreciation	(129,410)		(129,410)
Net pension asset		10,641	10,641
Total noncurrent assets	35,961	10,641	46,602
Total assets	204,707	43,846	248,553
DEFERRED OUTFLOWS OF RESOURCES			
Pension related deferred outflows	35,322	12,935	48,257
OPEB related deferred outflows	2,482	751	3,233
Total deferred outflows of resources	37,804	13,686	51,490
Total assets and deferred outflows of resources	$ 242,511	$ 57,532	$ 300,043
LIABILITIES			
CURRENT LIABILITIES			
Salaries and benefits payable	$ 35,912	$ 14,749	$ 50,661
Compensated absences	2,595	582	3,177
Unearned revenues	12,055		12,055
Total current liabilities	50,562	15,331	65,893
NONCURRENT LIABILITIES			
Compensated absences	23,352	5,243	28,595
Net pension liability	10,933		10,933
Total OPEB liability	9,867	4,046	13,913
Total noncurrent liabilities	44,152	9,289	53,441
Total liabilities	94,714	24,620	119,334
DEFERRED INFLOWS OF RESOURCES			
Pension related deferred inflows	4,247	1,106	5,353
OPEB related deferred inflows	3,615	1,096	4,711
	7,862	2,202	10,064
NET POSITION			
Net investment in capital assets	35,961		35,961
Unrestricted	103,974	30,710	134,684
Total net position	139,935	30,710	170,645
Total liabilities, deferred inflows of resources and net position	$ 242,511	$ 57,532	$ 300,043

See Notes to Financial Statements.

EXHIBIT F

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended June 30, 2025

	School Nutrition	3-Year-Old Preschool	Total
OPERATING REVENUES			
Local sources:			
Charges for services	$ 242,700	$ 61,552	$ 304,252
OPERATING EXPENSES			
Non-instructional programs:			
Operations:			
Salaries and benefits	267,473	116,482	383,955
Purchased services	2,809	22	2,831
Supplies	228,742	172	228,914
Depreciation	8,867		8,867
Total operating expenses	507,891	116,676	624,567
Operating loss	(265,191)	(55,124)	(320,315)
NONOPERATING REVENUES			
Interest income	844		844
State sources	2,901		2,901
Federal sources	200,826	10,484	211,310
Total nonoperating revenues	204,571	10,484	215,055
Loss before transfers	(60,620)	(44,640)	(105,260)
TRANSFERS IN	-	50,000	50,000
Change in net position	(60,620)	5,360	(55,260)
NET POSITION, beginning of year, as restated	200,555	25,350	225,905
NET POSITION, end of year	$ 139,935	$ 30,710	$ 170,645

See Notes to Financial Statements.

EXHIBIT G

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2025

	School Nutrition	3-Year-Old Preschool	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from sale of lunches and breakfasts	$ 242,954		$ 242,954
Cash received from miscellaneous operating activities		$ 61,552	61,552
Cash paid to employees for services	(282,194)	(116,961)	(399,155)
Cash paid to suppliers for goods or services	(192,191)	2,071	(190,120)
Net cash used in operating activities	(231,431)	(53,338)	(284,769)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
State and federal grants received	163,938	10,484	174,422
Transfers in		50,000	50,000
Net cash provided by noncapital financing activities	163,938	60,484	224,422
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of equipment	(3,040)	-	(3,040)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	844	-	844
Net (decrease) increase in cash	(69,689)	7,146	(62,543)
CASH AND CASH EQUIVALENTS, beginning of year	230,550	26,059	256,609
CASH AND CASH EQUIVALENTS, end of year	$ 160,861	$ 33,205	$ 194,066
Reconciliation of operating loss to net cash used in operating activities:			
Operating loss	$ (265,191)	$ (55,124)	$ (320,315)
Adjustments to reconcile operating loss to net cash used in operating activities:			
Depreciation	8,867		8,867
Commodities used	39,789		39,789
Change in assets and liabilities:			
Inventories	(429)		(429)
Deferred outflows of resources	5,593	(2,171)	3,422
Net pension asset		(3,888)	(3,888)
Salaries and benefits payable	2,292	8,341	10,633
Unearned revenues	254		254
Compensated absences	(4,561)	2,265	(2,296)
Net pension liability	(12,667)		(12,667)
OPEB liability	(9)	(3)	(12)
Deferred inflows of resources	(5,369)	(2,758)	(8,127)
Net cash used in operating activities	$ (231,431)	$ (53,338)	$ (284,769)
Non-cash, noncapital financing activities:			
During the year ended June 30, 2025, the District received commodities valued at:	$ 39,789		

See Notes to Financial Statements.

EXHIBIT H

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
June 30, 2025

	Custodial Fund
ASSETS	
Cash and pooled investments	$ 1,885
Total assets	$ 1,885
NET POSITION	
Restricted for other organizations	$ 1,885
Total net position	$ 1,885

See Notes to Financial Statements.

EXHIBIT I

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
For the Year Ended June 30, 2025

	Custodial Fund
ADDITIONS	
Miscellaneous	$ 11,600
DEDUCTIONS	
Administrative	11,249
Change in net position	351
NET POSITION, beginning of year	1,534
NET POSITION, end of year	$ 1,885

See Notes to Financial Statements.

1. Nature of Operations and Significant Accounting Policies

a. Nature of Operations

The South Winneshiek Community School District (the District) is a political subdivision of the State of Iowa. The District's primary purpose is to provide education from grades kindergarten through twelve, including special education and pre-kindergarten. The geographic area served includes the Cities of Calmar, Ossian, and Spillville, Iowa, and the predominate agricultural territory in the area. It is supported financially by local property taxes, state aid and state and federal grants for special projects. The District is governed by a five-member Board of Education whose members are elected on a non-partisan basis. The District has taxing authority and fundraising capabilities of its own. Final approval of the District's annual program and budget plans rests with the local Board of Education.

The District's financial statements are prepared in conformity with U.S. generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board.

b. Significant Accounting Policies

Scope of Reporting Entity

For financial reporting purposes, South Winneshiek Community School District has included all funds, organizations, agencies, boards, commissions and authorities. The District has also considered all potential component units for which it is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the District to impose its will on that organization or (2) the potential for the organization to provide specific benefits to or impose specific financial burdens on the District; or the organization is fiscally dependent on the primary government. Also, any other organizations that due to the nature or significance of their relationship with the District should be included in the financial statements as component units. The District has no component units which meet the Governmental Accounting Standards Board criteria.

Joint Venture

The District participates in a jointly governed organization that provides services to the District and meets the criteria of a joint venture since there is ongoing financial interest or responsibility by the participating governments. The District is a member of the Northeast Iowa Conference Schools 28E Retention Pool Trust.

Jointly Governed Organization

The District participates in a jointly governed organization that provides services to the District but does not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. The District is a member of the Winneshiek County Assessor's Conference Board.

Government-wide Financial Statements

The statement of net position and the statement of activities report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by tax and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for service.

1. Nature of Operations and Significant Accounting Policies (Continued)

b. Significant Accounting Policies (Continued)

Government-wide Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function and 2) grants, contributions and interest restricted to meeting the operational or capital requirements of a particular function. Property tax and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements

Separate financial statements are provided for governmental, proprietary and fiduciary funds, even though the latter are excluded from the governmental-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. The general fund, the management levy-special revenue fund, the statewide sales, services and use tax-capital projects fund, and the physical plant and equipment levy-capital projects fund are the major governmental funds for the District. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The major funds of the financial reporting entity are described below:

Governmental

General Fund

The general fund is the general operating fund of the District. All general tax revenues and other revenues not allocated by law or contractual agreement to some other fund are accounted for in this fund. From the fund are paid the general operating expenditures, including instructional, support and other costs.

Special Revenue Fund-Management Levy

The special revenue fund-management levy is used to account for revenues derived from specific sources which are usually required by law or regulation to pay for insurance premiums for the District and the retirees' health insurance.

Capital Projects Funds

The capital projects funds are utilized to account for all resources used in the acquisition and construction of capital facilities and other capital assets, with the exception of those that are financed through enterprise funds. The major funds in this category are statewide sales, services and use tax, and the physical plant and equipment levy.

The statewide sales, services and use tax are used to account for the purchase of capital assets using statewide sales tax and use tax proceeds.

The physical plant and equipment levy fund is used to account for the purchase of capital assets using property tax revenue.

Proprietary Funds

Enterprise Funds

The District's proprietary funds are the school nutrition fund and the 3-year-old preschool fund. The school nutrition fund is used to account for the food services operations of the District. The 3-year-old preschool fund accounts for the preschool program.

Fiduciary Fund

Custodial Fund

The custodial fund is used to account for assets held by the District as an agent for individuals, private organizations and other governments. The custodial fund is for the employee flex benefit plan.

1. Nature of Operations and Significant Accounting Policies (Continued)

b. Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax is recognized as revenue in the year for which it is levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days after year end.

Property tax, intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the District.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments and compensated absences are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under right-to-use agreements are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs and then general revenues.

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the District's policy is generally to first apply the expenditure toward restricted fund balance and then to less-restrictive classifications - committed, assigned and then unassigned fund balances.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's enterprise funds are charges to customers for sales and services. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The District maintains its financial records on the cash basis. The financial statements of the District are prepared by making memorandum adjusting entries to the cash basis financial records.

1. Nature of Operations and Significant Accounting Policies (Continued)

b. Significant Accounting Policies (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position

The following accounting policies are followed in preparing the financial statements:

Cash and Pooled Investments

The cash balances of most District funds are pooled and invested. The District maintains one primary demand deposit account for each fund through which the cash resources are processed. All investment activity is carried on by the District in each individual fund. Investments are stated at fair value except for the investment in Iowa Schools Joint Investment Trust which is valued at amortized cost and non-negotiable certificates of deposit which are stated at amortized cost.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash and, at the day of purchase, have a maturity date no longer than three months.

Property Tax Receivable

Property tax in governmental funds is accounted for using the modified accrual basis of accounting.

Property tax receivable is recognized in these funds on the levy or lien date, which is the date the tax asking is certified by the Board of Education. Delinquent property tax receivable represents unpaid taxes for the current and prior years. The succeeding year property tax receivable represents taxes certified by the Board of Education to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the District is required to certify its budget to the County Auditor by April 15 of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded, the related revenue is reported as a deferred inflow of resources in both the government-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied.

Property tax revenue recognized in these funds become due and collectible in September and March of the fiscal year with a 1 1/2% per month penalty for delinquent payments; is based on January 1, 2023 assessed property valuations; is for the tax accrual period July 1, 2024 through June 30, 2025 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April 2024.

Interfund Transactions

During the course of its operations, the District has numerous transactions between funds. To the extent that certain transactions between funds had not been paid or received as of June 30, 2025, balances of interfund amounts receivable or payable have been recorded in the fund financial statements. Most of the interfund transactions have been eliminated on the government-wide statements.

Due from Other Governments

Due from other governments represents amounts due from the State of Iowa, various shared revenues, grants and reimbursements from other governments.

1. Nature of Operations and Significant Accounting Policies (Continued)

b. Significant Accounting Policies (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position (Continued)

The following accounting policies are followed in preparing the financial statements (continued):

Inventories

Inventories are valued at cost using the first-in, first-out method for purchased items and government commodities. Inventories of proprietary funds are recorded as expenses when consumed rather than when purchased or received.

Capital Assets

Capital assets are tangible and intangible assets, which include property, furniture and equipment are reported in the applicable governmental or business-type activities columns in the government-wide statement of net position. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. Capital assets are recorded at historical cost (except for intangible right-to-use lease assets, the measurement of which is discussed under "Leases" below) if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repair that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets are defined by the District as assets with an initial, individual cost in excess of the following thresholds and estimated useful lives in excess of two years:

Asset Class	Amount
Land	$ 500
Buildings	2,500
Improvements other than buildings	2,500
Intangibles	25,000
Right-to-use leased assets	2,500
Furniture and equipment:	
School nutrition fund equipment	500
Other furniture and equipment	2,500

Land and construction in progress are not depreciated. Capital assets are depreciated/amortized using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Lives
Buildings	50 years
Improvements other than buildings	5 - 20 years
Intangibles	5 - 10 years
Right-to-use leased assets	5 years
Furniture and equipment	3 - 15 years

1. Nature of Operations and Significant Accounting Policies (Continued)

b. Significant Accounting Policies (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position (Continued)

The following accounting policies are followed in preparing the financial statements (continued):

Leases - District as Lessee

South Winneshiek Community School District is the lessee for a noncancellable lease of equipment. The District has recognized a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The District recognizes leases with an initial, individual value of $2,500 or more.

At the commencement of the lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how South Winneshiek Community School District determines the discount rate it uses to discount the expected lease payments to present value, lease term and lease payments.

South Winneshiek Community School District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Deferred Outflows of Resources

Deferred outflows of resources represent a consumption of net position applicable to a future year(s) which will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension and OPEB expense, the unamortized portion of the net difference between projected and actual earnings on pension plan investments and contributions from the District after the measurement date but before the end of the District's reporting period.

Salaries and Benefits Payable

Payroll and related expenditures for teachers with annual contracts corresponding to the current school year, which are payable in July and August, have been accrued as liabilities. Also, wages for hourly employees earned in June and paid in July have been accrued as liabilities. The rate in effect at June 30, 2025 was used to calculate the salaries payable.

1. Nature of Operations and Significant Accounting Policies (Continued)

b. Significant Accounting Policies (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position (Continued)

The following accounting policies are followed in preparing the financial statements (continued):

Advances from Grantors

Grant proceeds which have been received by the District but will be spent in a succeeding fiscal year.

Unearned Revenues

Proprietary funds defer revenue recognition in connection with resources that have been received but not earned. Unearned revenues consist primarily of hot lunch proceeds collected for the next school year.

Compensated Absences

District employees accumulate a limited amount of earned but unused sick or personal leave for subsequent use. They are not available for payment upon termination, death or retirement. A liability is recorded in the government-wide and proprietary fund financial statements when each of following have occurred: the leave is attributable to services already rendered, the leave accumulates and carries over from one reporting period to the next and the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The compensated absences liability has been computed based on rates of pay in effect at June 30, 2025.

Long-term Liabilities

In the government-wide financial statements, long-term obligations are reported as liabilities in the governmental activities column in the statement of net position. Termination benefits liability has been paid primarily by the major governmental management levy fund.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Iowa Public Employees' Retirement System (IPERS) and additions to/deductions from IPERS' fiduciary net position have been determined on the same basis as they are reported by IPERS. For this purpose, benefit payments, including refunds of employee contributions, are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The net pension liability attributable to the governmental activities and business-type activities will be paid primarily by the general fund and the enterprise funds-school nutrition fund and 3-year-old preschool fund.

Total OPEB Liability

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB and OPEB expense, information has been determined based on the District's actuary report. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. The total OPEB liability attributable to the governmental activities and business-type activities will be paid primarily by the general fund and the enterprise funds-school nutrition fund and 3-year-old preschool fund.

Deferred Inflows of Resources

Deferred inflows of resources represent an acquisition of net position applicable to a future year(s) which will not be recognized as an inflow of resources (revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year.

1. Nature of Operations and Significant Accounting Policies (Continued)

b. Significant Accounting Policies (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position (Continued)

The following accounting policies are followed in preparing the financial statements (continued):

Deferred Inflows of Resources (Continued)

Deferred inflows of resources in the governmental fund financial statements represent the amount of assets which have been recognized, but the related revenue has not been recognized since the assets are not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources in the fund financial statements consist of succeeding year property tax receivable, income surtax and other unavailable receivables.

Deferred inflows of resources in the statement of net position consist of succeeding year property tax receivable which will not be recognized until the year for which it is levied, income surtax and unrecognized items not yet charged to pension and OPEB expense.

Fund Balance

In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable - amounts which cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be intact.

Restricted - amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or are imposed by law through constitutional provisions or enabling legislation.

Unassigned - is the remaining fund balance, which is not included in other spendable classifications.

Net Position

The statement of net position presents the District's nonfiduciary assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. Net position is reported in the following categories:

Net investment in capital assets consists of capital assets, net of accumulated depreciation/ amortization and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings attributable to the acquisition, construction or improvement of those assets.

Restricted net position consists of net position with constraints placed on the use either externally imposed by creditors, grantors, contributors or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Enabling legislation did not result in any restricted net position. Restricted net position is used first when an expense is incurred for purposes for both restricted and unrestricted net position.

Unrestricted net position consists of net position not meeting the definition of the preceding categories. Unrestricted net position is often subject to constraints imposed by management which can be removed or modified.

1. Nature of Operations and Significant Accounting Policies (Continued)

b. Significant Accounting Policies (Continued)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position (Continued)

The following accounting policies are followed in preparing the financial statements (continued):

Budgets and Budgetary Accounting

The budgetary comparison and related disclosures are reported as required supplementary information. During the year ended June 30, 2025, expenditures exceeded the certified budget amounts in the instruction and non-instructional programs functions.

Management Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. Cash and Pooled Investments

The District's deposits in banks at June 30, 2025 were entirely covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to ensure there will be no loss of public funds.

The District is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the Board of Education; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

At June 30, 2025, the District had investments in the Iowa Schools Joint Investment Trust (ISJIT) as follows:

	Amortized Cost
Diversified portfolio	$ 3,148,942
Direct government obligations portfolio	378,181
Total	$ 3,527,123

There were no limitations or restrictions on withdrawals of the ISJIT investments. The investments in ISJIT were rated AAAm by Standard & Poor's Financial Services.

The District has no investments meeting the disclosure requirements of Governmental Accounting Standards Board Statement No. 72.

3. Due from Other Governments

Due from other governments consist of the following at June 30, 2025:

Governmental:		
General fund:		
Transportation aid, nonpublic	$	54,729
Other		3,019
Title I		24,437
Income surtax		136,017
		218,202
Capital projects funds:		
PPEL:		
Income surtax		136,017
Statewide sales, services and use tax:		
Local option sales tax		73,917
		209,934
Total due from other governments	$	428,136

4. Interfund Transfers

The detail of interfund transfers for the year ended June 30, 2025 is as follows:

	Transfers In	Transfers Out
General fund		$ 50,000
Debt service fund	$ 16,044	
Capital projects funds:		
Physical plant and equipment levy fund		16,044
Business-type activities:		
3-year-old preschool fund	50,000	
Total	$ 66,044	$ 66,044

Transfers to the 3-year-old preschool fund were to eliminate the preschool deficit.

Transfers between physical plant and equipment levy fund and debt service fund were to move resources for lease payments.

5. Capital Assets

Capital assets activity for the governmental activities for the year ended June 30, 2025 is as follows:

Governmental Activities	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025
Land	$ 102,262			$ 102,262
Construction in progress	22,162	$ 179,397	$ (22,162)	179,397
Total capital assets not being depreciated	124,424	179,397	(22,162)	281,659
Capital assets being depreciated:				
Land improvements	779,804			779,804
Buildings	5,970,383	22,162		5,992,545
Furniture and equipment	3,573,279	526,031	(26,000)	4,073,310
Total capital assets being depreciated	10,323,466	548,193	(26,000)	10,845,659
Less accumulated depreciation for:				
Land improvements	155,264	7,097		162,361
Buildings	3,778,131	151,322		3,929,453
Furniture and equipment	2,965,895	274,947	(26,000)	3,214,842
Total accumulated depreciation	6,899,290	433,366	(26,000)	7,306,656
Total capital assets being depreciated, net	3,424,176	114,827	-	3,539,003
Intangible right-to-use assets:				
Leased equipment	74,682			74,682
Less accumulated amortization	22,405	14,937		37,342
Intangible right-to-use assets, net	52,277	(14,937)	-	37,340
Total capital assets being depreciated/amortized, net	3,476,453	99,890	-	3,576,343
Governmental activities:				
Capital assets, net	$ 3,600,877	$ 279,287	$ (22,162)	$ 3,858,002

Capital assets activity for the business-type activities for the year ended June 30, 2025 is as follows:

Business-type Activities	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025
Furniture and equipment	$ 162,331	$ 3,040		$ 165,371
Less accumulated depreciation	120,543	8,867		129,410
Business-type activities:				
Capital assets, net	$ 41,788	$ (5,827)	$ -	$ 35,961

5. Capital Assets (Continued)

Depreciation/amortization expense was charged to the governmental functions of the District as follows:

Governmental activities:	
Facilities acquisition	$ 274,947
Unallocated depreciation/amortization	173,356
Total depreciation/amortization expense:	
Governmental activities	$ 448,303
Business-type activities:	
Food services	$ 8,867

6. Long-term Debt Obligations

Long-term liability activity for the year ended June 30, 2025 is as follows:

	Balance June 30, 2024 As Restated	Additions	Reductions		Balance June 30, 2025	Amounts Due Within One Year
Termination benefits	$ 225,000	$ 380,000	$ 112,500		$ 492,500	$ 302,500
Compensated absences	669,239		183,559	*	485,680	48,568
Right-to-use agreements	46,009		14,887		31,122	15,332
Total long-term liabilities	$ 940,248	$ 380,000	$ 310,946		$ 1,009,302	$ 366,400

* The change in compensated absences liability is presented as a net change.

Termination Benefits

The District offered a voluntary early retirement plan to its employees. There were three employees that accepted effective June 30, 2024, and six employees that accepted effective June 30, 2025. Employees qualifying for the District's early retirement must have completed at least twenty years of full-time service to the District and must have reached the age of fifty-five on or before June 30, 2024 or June 30, 2025. The application for early retirement is subject to approval by the Board of Education.

Termination benefits are paid in two equal installments over a two-year period beginning in July following the start of retirement, with a subsequent payment in July for the following year.

As of June 30, 2025, the District has obligations to nine participants with a total liability of $492,500. Actual termination benefit expenditures for the year ended June 30, 2025 totaled $112,500.

Right-to-Use Agreements

On July 1, 2022, the District entered into a lease agreement for copiers. The agreement requires monthly payments of $1,337 over five years with an implicit interest rate of 3% and the final payment due June 1, 2027. During the year ended June 30, 2025, principal and interest paid were $14,887 and $1,157, respectively.

Year Ending June 30,	Principal	Interest	Total
2026	$ 15,332	$ 712	$ 16,044
2027	15,790	254	16,044
Total	$ 31,122	$ 966	$ 32,088

7. Pension Plan

Plan Description

IPERS membership is mandatory for employees of the District, except for those covered by another retirement system. Employees of the District are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by the Iowa Public Employees' Retirement System (IPERS). IPERS issues a stand-alone financial report which is available to the public by mail at P.O. Box 9117, Des Moines, Iowa 50306-9117 or at www.ipers.org.

IPERS benefits are established under Iowa Code Chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension Benefits

A Regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, any time after reaching age 62 with 20 or more years of covered employment or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. These qualifications must be met on the member's first month of entitlement to benefits. Members cannot begin receiving retirement benefits before age 55. The formula used to calculate a Regular member's monthly IPERS benefit includes:

- **A multiplier based on years of service.**
- **The member's highest five-year average salary, except members with service before June 30, 2012 will use the highest three-year average salary as of that date if it is greater than the highest five-year average salary.**

If a Regular member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25% for each month the member receives benefits before the member's earliest normal retirement age. For service earned on or after July 1, 2012, the reduction is 0.50% for each month the member receives benefits before age 65.

Generally, once a member selects a benefit option, a monthly benefit is calculated and remains the same for the rest of the member's lifetime. However, to combat the effects of inflation, retirees who began receiving benefits prior to July 1990 receive a guaranteed dividend with their regular November benefit payments.

Disability and Death Benefits

A vested member who is awarded federal Social Security disability or Railroad Retirement disability benefits is eligible to claim IPERS benefits regardless of age. Disability benefits are not reduced for early retirement. If a member dies before retirement, the member's beneficiary will receive a lifetime annuity or a lump-sum payment equal to the present actuarial value of the member's accrued benefit or calculated with a set formula, whichever is greater. When a member dies after retirement, death benefits depend on the benefit option the member selected at retirement.

Contributions

Contribution rates are established by IPERS following the annual actuarial valuation which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. State statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30-year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll based on the Actuarial Amortization Method adopted by the Investment Board.

7. Pension Plan (Continued)

Contributions (Continued)

In fiscal year 2025, pursuant to the required rate, Regular members contributed 6.29% of covered payroll and the District contributed 9.44% of covered payroll, for a total rate of 15.73%.

The District's contributions to IPERS for the year ended June 30, 2025 totaled $488,110.

Net Pension Liability, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2025, the District reported a net pension liability of $1,905,304 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024 and the total net pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to IPERS relative to the contributions of all IPERS participating employers. At June 30, 2024, the District's proportion was 0.052322%, which was an increase of 0.002451% over its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized pension expense of $205,541. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 151,607	$ 1,184
Changes of assumptions		27
Net difference between projected and actual earnings on IPERS' investments	23,829	
Changes in proportion and differences between District contributions and the District's proportionate share of contributions	93,304	131,797
District contributions subsequent to the measurement date	488,110	
Total	$ 756,850	$ 133,008

$488,110 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2026	$ (273,289)
2027	437,853
2028	12,270
2029	(48,598)
2030	7,496
Total	$ 135,732

There were no non-employer contributing entities to IPERS.

7. Pension Plan (Continued)

Actuarial Assumptions

The total net pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement.

Rate of inflation (effective June 30, 2017)	**2.60% per annum.**
Rates of salary increase (effective June 30, 2017)	**3.25% to 16.25% average, including inflation. Rates vary by membership group.**
Long-term investment rate of return (effective June 30, 2017)	**7.00% compounded annually, net of investment expense, including inflation.**
Wage growth (effective June 30, 2017)	**3.25% per annum, based on 2.60% inflation and 0.65% real wage inflation.**

The actuarial assumptions used in the June 30, 2024 valuation were based on the results of a quadrennial experience study covering the period of July 1, 2017 through June 30, 2021.

Mortality rates used in the 2024 valuation were based on the PubG-2010 mortality tables with future mortality improvements modeled using Scale MP-2021.

The long-term expected rate of return on IPERS' investments was determined using a building-block method in which best-estimate ranges of expected future real rates (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Asset Allocation	Long-term Expected Real Rate of Return
Domestic equity	**21.0%**	**3.52%**
International equity	**13.0**	**5.18**
Global smart beta equity	**5.0**	**4.12**
Core plus fixed income	**25.5**	**3.04**
Public credit	**3.0**	**4.53**
Cash	**1.0**	**1.69**
Private equity	**17.0**	**8.89**
Private real assets	**9.0**	**4.25**
Private credit	**5.5**	**6.62**
Total	**100.0%**	

Discount Rate

The discount rate used to measure the total net pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed employee contributions will be made at the contractually required rate and contributions from the District will be made at contractually required rates, actuarially determined. Based on those assumptions, IPERS' fiduciary net position was projected to be available to make all projected future benefit payments to current active and inactive employees. Therefore, the long-term expected rate of return on IPERS' investments was applied to all periods of projected benefit payments to determine the total net pension liability.

7. Pension Plan (Continued)

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate 1% lower (6.00%) or 1% higher (8.00%) than the current rate.

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	$ 4,675,581	$ 1,905,304	$ (414,818)

IPERS' Fiduciary Net Position

Detailed information about IPERS' fiduciary net position is available in the separately issued IPERS financial report which is available on IPERS' website at www.ipers.org.

Payables to IPERS

At June 30, 2025, the District had no payables to report for the defined benefit pension plan for legally required District contributions and legally required employee contributions, which had been withheld from employee wages but not yet remitted to IPERS.

8. Other Postemployment Benefits (OPEB)

Plan Description

The District administers a single-employer benefit plan which provides medical and prescription drug benefits for employees, retirees and their spouses. Group insurance benefits are established under Iowa Code Chapter 509A.13. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

OPEB Benefits

Individuals who are employed by the District and are eligible to participate in the group medical and dental plans are eligible to continue healthcare benefits upon retirement after attaining at least age 55. Coverage during retirement continues in the group medical and dental plans up to age 65. The group medical benefits are provided through a fully insured plan with partial self-funding to a lower deductible. Retirees covered by the plan make contributions toward the plan premiums.

Retired participants must be age 55 or older at retirement. At June 30, 2025, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	5
Active employees	95
Total	100

Total OPEB Liability

The District's total OPEB liability of $415,231 was measured as of June 30, 2025 and was determined by an actuarial valuation as of July 1, 2023.

8. Other Postemployment Benefits (OPEB) (Continued)

Actuarial Assumptions

The total OPEB liability in the June 30, 2025 actuarial valuation was determined using the following actuarial assumptions and the entry age normal actuarial cost method, applied to all periods included in the measurement.

Rate of inflation (effective June 30, 2025)	3.00% per annum.
Rates of salary increase (effective June 30, 2025)	3.25% per annum, based on general wage growth assumption of IPERS actuarial valuation.
Discount rate (effective June 30, 2025)	3.65% compounded annually, including inflation.
Healthcare cost trend rate (effective June 30, 2025)	6.25% initial rate decreasing by .25% annually to an ultimate rate of 5.00%.

Discount Rate

The discount rate used to measure the total OPEB liability was 3.65% which reflects the index rate for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher as of the measurement date.

Mortality rates are from the RP 2014 annuitant distinct mortality table adjusted to 2006 with MP 2021 generational projection of future mortality improvement.

The actuarial assumptions used in the June 30, 2025 valuation were based on the results of an actuarial experience study with dates corresponding to those listed above.

Changes in the Total OPEB Liability

	Total OPEB Liability
Total OPEB liability beginning of year	$ 415,507
Changes for the year:	
Service cost	26,840
Interest cost	15,371
Benefit payments	(42,487)
Net change	(276)
Total OPEB liability end of year	$ 415,231

Changes of assumptions reflect no change in the discount rate of 3.65% in fiscal year 2024 to fiscal year 2025.

Sensitivity of the District's Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1% lower (2.65%) or 1% higher (4.65%) than the current discount rate.

	1% Decrease (2.65%)	Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB liability	$ 446,322	$ 415,231	$ 386,624

8. Other Postemployment Benefits (OPEB) (Continued)

Sensitivity of the District's Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the District as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower (5.25%) or 1% higher (7.25%) than the current healthcare cost trend rates.

	1% Decrease (5.25%)	Healthcare Cost Trend Rate (6.25%)	1% Increase (7.25%)
Total OPEB liability	$ 377,735	$ 415,231	$ 459,722

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2025, the District recognized OPEB expense of $43,537. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following resources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experiences	$ 34,400	$ 71,336
Changes in assumptions	40,819	38,199
Total	$ 75,219	$ 109,535

The amount reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Year Ending June 30,	Amount
2026	$ 1,326
2027	1,326
2028	899
2029	(2,935)
2030	(2,935)
Thereafter	(31,997)
Total	$ (34,316)

9. Employee Insurance Plan

Monthly payments of service fees and plan contributions are recorded as expenditures in the general fund at the time of payment to the Northeast Iowa Schools Insurance Trust (trust) maintained by Midwest Group Benefits Consultants, Inc. The trust offers 2 Blue POS, 1 Blue HMO, and 2 Wellmark PPO plans to the member schools. Deductibles and out of pocket maximums vary with each of the plans.

The District may be contingently liable for any claims in excess of funds available at June 30, 2025, since the pool arrangement allows the trust to make additional assessments to members. The District's share of the trust's liability for any unreported claim or assessment at June 30, 2025 was unavailable as of December 31, 2025. The District's contributions to the trust for the years ended June 30, 2025, 2024, and 2023 were $799,859, $712,455, and $643,817, respectively, which equaled the required contributions each year. The employees paid $32,824 in dental insurance for the year ended June 30, 2025.

9. Employee Insurance Plan (Continued)

The District does not report a liability for losses in excess of stop loss insurance unless it is deemed probable that such losses have occurred and the amount of such a loss can be reasonably estimated. Accordingly, at June 30, 2025, no liability has been recorded in the District's financial statements. As of June 30, 2025, settled claims have not exceeded the risk pool or reinsurance company coverage.

10. Cafeteria Plan

The District sponsors a Section 125 cafeteria plan as a part of its contractual obligation with its employees. Each participating employee must carry single health coverage. Additionally, participants may elect salary reduction to cover family health insurance, non-covered medical and dental expenses, and day care. There were 89 participants in the plan for the plan year ended June 30, 2025.

11. Risk Management

South Winneshiek Community School District is exposed to various risks of loss related to torts; theft; damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. The District assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

12. Area Education Agency

The District is required by the Code of Iowa to budget for its share of special education support, media and educational services provided through the Area Education Agency. The District's actual amount for this purpose totaled $246,101 for the year ended June 30, 2025, and is recorded in the general fund by making a memorandum adjusting entry to the cash basis financial statements.

13. Contingencies

Grant Funding - The District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants were subjected to local audit but still remain open to audit by the appropriate grantor government. If expenditures are disallowed by the grantor government due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of June 30, 2025, significant amounts of grant expenditures have not been audited by granting authorities but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

Insurance Plan - As discussed in Note 9, the District is contingently liable for any unreported claim or assessment in excess of their balance in the insurance pool.

14. Commitments

The total outstanding construction and purchase commitments of the District at June 30, 2025 amounted to $171,989 and there were no commitments to be reimbursed.

15. Categorical Funding

In accordance with Iowa Administrative Code Section 98.1, categorical funding is financial support from the state and federal governments targeted for particular categories of students, special programs, or special purposes. This support is in addition to school district or area education agency general purpose revenue, for purposes beyond the basic educational program and most often has restrictions on its use. Any portion of categorical funding provided by the state that is not expended by the end of the fiscal year must be carried forward as a restricted fund balance.

15. Categorical Funding (Continued)

The following is a schedule of the categorial funding restricted in the general fund at June 30, 2025.

Program	Amount
Gifted and Talented Program	$ 103,777
Salary Improvement	12,642
Total	$ 116,419

16. Net Position Deficit

The governmental unrestricted fund has a deficit net position as of June 30, 2025. This deficit was incurred due to the implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of* GASB No. 27 and GASB Statement No. 101, *Compensated Absences*.

17. Tax Abatements

Governmental Accounting Standards Board Statement No. 77 defines tax abatements as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

Tax Abatements of Other Entities

Other entities within the District provide tax abatements for urban renewal and economic development projects pursuant to Chapters 15 and 403 of the Code of Iowa. Additionally, the City of Calmar and the City of Ossian offered an urban revitalization tax abatement program pursuant to Chapter 404 of the Code of Iowa. With prior approval by the governing body, this program provides for an exemption of taxes based on a percentage of the actual value added by improvements.

Property tax revenues of the District were reduced by the following amounts for the year ended June 30, 2025 under agreements entered into by the following entities:

Entity	Tax Abatement Program	Amount of Tax Abated
City of Calmar	Urban renewal and economic development projects	$ 17,755
City of Ossian	Urban renewal and economic development projects	$ 7,309

The State of Iowa reimburses the District an amount equivalent to the increment of valuation on which property tax is divided times $5.40 per $1,000 of taxable valuation. For the year ended June 30, 2025, this reimbursement amounted to $11,216.

18. Change in Area Education Agency Funding

The Governor signed House File 2612 on March 27, 2024, which changes the percentage of educational and media services funding generated through local property taxes by Districts which flow through to each Area Education Agency (AEA) beginning July 1, 2024. For fiscal year 2026, 100% of the educational and media services funds generated by Districts will be received directly by the District and none will flow through to the AEAs. Also, for fiscal year 2026, Districts will flow through 90% (instead of 100%) of special education support services funds to AEAs, who will code the funds as a combination of state aid and property taxes.

19. Accounting Change/Restatement

During fiscal year 2025, the District implemented Governmental Accounting Standards Board Statement No. 102, *Certain Risk Disclosures*. This statement requires disclosure of significant concentrations or constraints that could expose the District to substantial risk. If such risks are present and associated events have occurred, begun to occur, or are likely to occur within twelve months of the financial statement issuance date, the District must disclose the nature of the risk, related events, and any mitigating actions taken. Implementation of this statement did not have a significant impact on the District.

During the fiscal year 2025, the District implemented Governmental Accounting Standards Board Statement No. 101, *Compensated Absences*. This standard establishes revised recognition and measurement criteria for liabilities related to compensated absences, including vacation, sick leave, and other forms of paid time off. Under this standard, compensated absences are recognized when the benefits are earned, rather than when they become payable. As a result, certain leave types previously excluded from liability calculations are now included, and the timing of recognition has been modified. The cumulative effect of implementing the standard has been recorded as an adjustment to beginning net position in the government-wide and proprietary fund financial statements for the fiscal year ended June 30, 2025. The impact of the restatement is as follows:

	Government-Wide		Proprietary Funds	
	Governmental Activities Net Position	Business-type Activities Net Position	School Nutrition Net Position	3-Year-Old Preschool Net Position
Balances June 30, 2024, as previously reported	$ 5,992,335	$ 259,973	$ 231,063	$ 28,910
Compensated absences, after implementation of GASBS No. 101	(635,171)	(34,068)	(30,508)	(3,560)
Balances July 1, 2024, as restated	$ 5,357,164	$ 225,905	$ 200,555	$ 25,350

20. New Governmental Accounting Standards Board (GASB) Standards

The Governmental Accounting Standards Board (GASB) has issued two statements not yet implemented by the District. The statements which might impact the District are as follows:

GASB Statement No. 103, *Financial Reporting Model Improvements*, issued April 2024, will be effective for the fiscal year ending June 30, 2026. The primary objective of this statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability.

GASB Statement No. 104, *Disclosure of Certain Capital Assets*, issued September 2024, will be effective for the fiscal year ending June 30, 2026. The primary objective of this statement is to enhance transparency and usefulness of financial statements by requiring separate disclosures for certain capital assets, including intangible assets and assets held for sale.

The District's management has not yet determined the effect these statements will have on the District's financial statements.

21. Subsequent Events

Voters passed the $13 million bond referendum to renovate and expand the existing high school. Management has evaluated subsequent events through December 31, 2025, the date on which the financial statements were available to be issued.

Required Supplementary Information

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE OF REVENUES, EXPENDITURES/EXPENSES AND CHANGES IN BALANCES -
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS AND PROPRIETARY FUNDS
For the Year Ended June 30, 2025

	Governmental Funds Actual	Proprietary Funds Actual	Total Actual	Budgeted Amounts Original	Budgeted Amounts Final	Final to Actual Variance-Positive (Negative)
REVENUES						
Local sources	$ 5,020,744	$ 305,096	$ 5,325,840	$ 4,743,329	$ 4,743,329	$ 582,511
State sources	5,326,325	2,901	5,329,226	5,213,965	5,213,965	115,261
Federal sources	489,482	211,310	700,792	503,375	503,375	197,417
Total revenues	10,836,551	519,307	11,355,858	10,460,669	10,460,669	895,189
EXPENDITURES/EXPENSES						
Instruction	6,776,330		6,776,330	5,813,336	6,713,336	(62,994)
Support services	3,247,169		3,247,169	3,354,988	3,604,988	357,819
Non-instructional programs		624,567	624,567	549,724	549,724	(74,843)
Other expenditures	840,174		840,174	885,405	885,405	45,231
Total expenditures/expenses	10,863,673	624,567	11,488,240	10,603,453	11,753,453	265,213
(DEFICIENCY) EXCESS OF REVENUES (UNDER) OVER EXPENDITURES/EXPENSES	(27,122)	(105,260)	(132,382)	(142,784)	(1,292,784)	1,160,402
OTHER FINANCING (USES) SOURCES, NET	(50,000)	50,000	-	(755)	(755)	755
Change in balances	(77,122)	(55,260)	(132,382)	(143,539)	(1,293,539)	1,161,157
FUND BALANCES, beginning of year, as restated	4,680,945	225,905	4,906,850	4,831,235	4,831,235	75,615
FUND BALANCES, end of year	$ 4,603,823	$ 170,645	$ 4,774,468	$ 4,687,696	$ 3,537,696	$ 1,236,772

See Notes to Required Budgetary Information and Independent Auditor's Report.

This budgetary comparison is presented as required supplementary information in accordance with Governmental Accounting Standards Board Statement No. 41 for governments with significant budgetary perspective differences resulting from not being able to present budgetary comparisons for the general fund and each major special revenue fund.

In accordance with the Code of Iowa, the Board of Education annually adopts a budget following required public notice and hearing for all funds except the custodial fund. The budget may be amended during the year utilizing similar statutorily prescribed procedures. The District's budget is prepared on a GAAP basis.

Formal and legal budgetary control for the certified budget is based upon four major classes of expenditures known as functions, not by fund. These four functions are instruction, support services, non-instructional programs, and other expenditures. Although the budget document presents function expenditures or expenses by fund, the legal level of control is at the aggregated function level, not by fund. The Code of Iowa also provides District expenditures in the general fund may not exceed the amount authorized by the school finance formula. During the year, the District adopted one budget amendment, increasing budgeted expenditures by $1,150,000.

During the year ended June 30, 2025, expenditures exceeded the amounts budgeted in the instruction and non-instructional programs functions.

See Independent Auditor's Report.

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
For the Last Ten Years*
(In Thousands)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net pension liability	0.052322%	0.049871%	0.053451%	-0.021867%	0.053922%	0.053431%	0.052399%	0.052255%	0.053404%	0.057742%
District's proportionate share of the net pension liability	$ 1,905	$ 2,251	$ 2,019	$ 75	$ 3,788	$ 3,094	$ 3,316	$ 3,481	$ 3,361	$ 2,853
District's covered payroll	$ 4,828	$ 4,381	$ 4,300	$ 4,374	$ 4,279	$ 4,066	$ 3,938	$ 3,906	$ 3,831	$ 3,952
District's proportionate share of the net pension liability as a percentage of its covered payroll	39.46%	51.38%	46.95%	1.71%	88.53%	76.09%	84.21%	89.12%	87.73%	72.19%
IPERS' net position as a percentage of the total pension liability	92.30%	90.13%	91.40%	100.81%	82.90%	85.45%	83.62%	82.21%	81.82%	85.19%

* In accordance with GASB Statement No. 68, the amounts presented for each fiscal year were determined as of June 30 of the preceding year.

See Notes to Required Pension Liability Information and Independent Auditor's Report.

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT CONTRIBUTIONS
IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
For the Last Ten Years
(In Thousands)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Statutorily required contribution	$ 488	$ 456	$ 415	$ 406	$ 413	$ 404	$ 384	$ 352	$ 349	$ 342
Contributions in relation to the statutorily required contribution	(488)	(456)	(415)	(406)	(413)	(404)	(384)	(352)	(349)	(342)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 5,171	$ 4,828	$ 4,381	$ 4,300	$ 4,374	$ 4,279	$ 4,066	$ 3,938	$ 3,906	$ 3,831
Contributions as a percentage of covered payroll	9.44%	9.44%	9.44%	9.44%	9.44%	9.44%	9.44%	8.94%	8.93%	8.93%

See Notes to Required Pension Liability Information and Independent Auditor's Report.

Changes of Benefit Terms:

There are no significant changes in benefit terms.

Changes of Assumptions:

The 2022 valuation incorporated the following refinements after a quadrennial experience study:

- **Changed mortality assumptions to the PubG-2010 mortality tables with mortality improvements modeled using Scale MP-2021.**
- **Adjusted retirement rates for Regular members.**
- **Lowered disability rates for Regular members.**
- **Adjusted termination rates for all membership groups.**

The 2018 valuation implemented the following refinements as a result of a demographic assumption study dated June 28, 2018:

- **Changed mortality assumptions to the RP-2014 mortality tables with mortality improvements modeled using Scale MP-2017.**
- **Adjusted retirement rates.**
- **Lowered disability rates.**
- **Adjusted the probability of a vested Regular member electing to receive a deferred benefit.**
- **Adjusted the merit component of the salary increase assumption.**

The 2017 valuation implemented the following refinements as a result of an experience study dated March 24, 2017:

- **Decreased the inflation assumption from 3.00% to 2.60%.**
- **Decreased the assumed rate of interest on member accounts from 3.75% to 3.50% per year.**
- **Decreased the discount rate from 7.50% to 7.00%.**
- **Decreased the wage growth assumption from 4.00% to 3.25%.**
- **Decreased the payroll growth assumption from 4.00% to 3.25%.**

See Independent Auditor's Report.

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY, RELATED RATIOS AND NOTES
For the Last Eight Years

	2025	2024	2023	2022	2021	2020	2019	2018
Service cost	$ 26,840	$ 25,995	$ 39,954	$ 38,696	$ 33,648	$ 32,589	$ 24,486	$ 23,715
Interest cost	15,371	15,152	11,875	11,890	16,097	15,481	14,395	14,211
Difference between expected and actual experiences		(87,014)		34,137		18,798		13,895
Changes in assumptions		(46,592)		48,311		1,759		32,549
Benefit payments	(42,487)	(29,567)	(58,496)	(46,595)	(36,523)	(26,503)	(28,170)	(38,925)
Net change in total OPEB liability	(276)	(122,026)	(6,667)	86,439	13,222	42,124	10,711	45,445
Total OPEB liability beginning of year	415,507	537,533	544,200	457,761	444,539	402,415	391,704	346,259
Total OPEB liability end of year	$ 415,231	$ 415,507	$ 537,533	$ 544,200	$ 457,761	$ 444,539	$ 402,415	$ 391,704
Covered-employee payroll	$ 4,592,931	$ 4,448,359	$ 3,757,064	$ 3,638,803	$ 4,183,038	$ 4,051,369	$ 3,255,557	$ 3,153,082
Total OPEB liability as a percentage of covered-employee payroll	9.04%	9.34%	14.31%	14.96%	10.94%	10.97%	12.36%	12.42%

Notes to Schedule of Changes in the District's Total OPEB Liability and Related Ratios

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Changes in Benefit Terms:
There were no significant changes in benefit terms.

Changes in Assumptions:
Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

Year Ended June 30, 2025	3.65%
Year Ended June 30, 2024	3.65%
Year Ended June 30, 2023	2.14%
Year Ended June 30, 2022	2.14%
Year Ended June 30, 2021	3.50%
Year Ended June 30, 2020	3.50%
Year Ended June 30, 2019	3.58%
Year Ended June 30, 2018	3.58%
Year Ended June 30, 2017	2.50%

See Independent Auditor's Report.

Other Supplementary Information

SCHEDULE 1

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2025

	Special Revenue Fund Student Activity	Debt Service Fund	Total Nonmajor Funds
ASSETS			
Cash and pooled investments	$ 61,846		$ 61,846
Receivables:			
Accounts	23,899		23,899
Total assets	$ 85,745	$ -	$ 85,745
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 4,736	$ -	$ 4,736
Fund balances:			
Restricted for:			
Student activities	81,009		81,009
Total liabilities and fund balances	$ 85,745	$ -	$ 85,745

See Independent Auditor's Report.

SCHEDULE 2

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2025

	Special Revenue Fund Student Activity	Debt Service Fund	Total Nonmajor Funds
REVENUES			
Local sources:			
Other	$ 215,239		$ 215,239
Total revenues	215,239	$ -	215,239
EXPENDITURES			
Current:			
Instruction:			
Other instruction	220,955		220,955
Long-term debt:			
Principal		14,887	14,887
Interest and fiscal charges		1,157	1,157
Total expenditures	220,955	16,044	236,999
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(5,716)	(16,044)	(21,760)
Transfers in	-	16,044	16,044
Change in fund balances	(5,716)	-	(5,716)
FUND BALANCES, beginning of year	86,725	-	86,725
FUND BALANCES, end of year	$ 81,009	$ -	$ 81,009

See Independent Auditor's Report.

SCHEDULE 3

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
SCHEDULE OF CHANGES IN SPECIAL REVENUE FUND
STUDENT ACTIVITY ACCOUNTS
For the Year Ended June 30, 2025

	Balance June 30, 2024	Revenues and Transfers	Expenditures and Transfers	Balance June 30, 2025
Instrumental	$ 250		$ 127	$ 123
Vocal	4,863		3,404	1,459
Miscellaneous General Fund	30			30
Resale	154	$ 144	133	165
Interest	414	120	534	-
Food and Fitness	1,118			1,118
First Technology Challenge	1,082			1,082
Field Trips, Elementary and Middle School	1,191	12,558	13,749	-
Elementary	2,208	3,464	3,463	2,209
Music, Elementary and Middle School	485			485
Middle School Activity	6,225	10,960	12,381	4,804
Student Council, Middle School	5,094	4,747	4,736	5,105
Drama/Musical	5,341	6,531	2,510	9,362
Speech Activity and Debate	102	246	348	-
Choir, Senior High	1,088	3,972	5,060	-
Band Trip, Senior High	3,772	4,625	1,809	6,588
Pictures, Senior High	43			43
Field Trips, Senior High	1,719			1,719
All Athletic	41	27,576	27,617	-
Cross Country	-	4,099	4,099	-
Cheerleaders, Senior High	-	320	320	-
Flag Corp	179			179
Boys' Basketball	67	8,995	9,062	-
Football	-	10,497	10,497	-
Baseball	1,080	13,915	14,995	-
Boys' Track	200	4,622	4,822	-
Boys' Golf	197	4,763	4,469	491
Wrestling	-	15,613	15,613	-
Girls' Basketball	216	5,147	5,363	-
Volleyball	-	8,235	8,235	-
Softball	-	7,590	7,590	-
Girls' Track	-	4,019	4,019	-
Girls' Golf	-	3,267	3,267	-
Girls' Wrestling	-	6,430	6,430	-
Esports	168	1,592	1,760	-
Class of 2025	1,861	3,272	4,533	600
Class of 2026	901		75	826
Class of 2027	166		63	103
Class of 2028	550		50	500
All Fine Arts	1,180		25	1,155
Spanish Club	112			112
Art, Senior High	147			147
Drama Club	1,302			1,302
Student Council, Senior High	1,139	1,301	1,618	822
Yearbook	2,694	5,009	6,913	790
Band, Senior High	1,227	1,866	3,093	-
National Honor Society	257	513	770	-
Certificate of Deposit	160			160
Business Club	2			2
SODA	115	3,448	3,467	96
Prom	4,054	2,765	1,321	5,498
FFA Test Plot	9,357	966	1,697	8,626
FFA	24,174	50,778	49,644	25,308
Totals	$ 86,725	$ 243,965	$ 249,681	$ 81,009

See Independent Auditor's Report.

SCHEDULE 4

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
COMPARATIVE SCHEDULE OF REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION
ALL GOVERNMENTAL FUNDS
For the Years Ended June 30,

	Modified Accrual Basis									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
REVENUES										
Local sources:										
Local property tax	$ 3,824,893	$ 3,925,161	$ 3,839,807	$ 3,736,250	$ 3,596,569	$ 3,727,596	$ 3,618,572	$ 3,358,671	$ 3,143,996	$ 2,985,491
Tuition	650,105	511,155	474,685	385,864	275,214	295,781	347,513	324,241	254,028	239,354
Other	545,746	516,781	371,533	386,413	352,662	308,080	338,422	1,021,329	1,158,173	1,316,287
State sources	5,326,325	4,815,095	4,578,380	4,380,360	4,310,060	3,876,233	3,701,793	3,253,669	3,452,596	3,246,876
Federal sources	489,482	347,531	389,634	794,830	530,843	231,567	237,343	236,955	273,845	316,036
Total revenues	$ 10,836,551	$ 10,115,723	$ 9,654,039	$ 9,683,717	$ 9,065,348	$ 8,439,257	$ 8,243,643	$ 8,194,865	$ 8,282,638	$ 8,104,044
EXPENDITURES										
Current:										
Instruction:										
Regular	$ 3,957,909	$ 3,225,798	$ 2,955,191	$ 3,340,449	$ 3,302,860	$ 2,882,493	$ 2,903,977	$ 2,549,664	$ 2,752,903	$ 3,036,450
Special	1,874,891	1,853,089	1,587,968	1,520,635	1,536,012	1,514,195	1,444,344	1,085,958	1,204,407	1,218,839
Other	943,530	1,001,926	967,959	834,281	801,435	891,696	913,014	1,149,590	981,653	1,018,100
Support services:										
Student	408,386	391,879	373,796	342,428	330,824	303,891	274,679	276,377	268,229	254,789
Instructional staff	428,210	411,764	528,294	441,306	353,144	362,569	395,814	496,489	557,728	287,097
Administration	1,084,815	887,512	1,057,948	747,092	789,341	827,324	877,225	620,703	572,489	466,444
Operation and maintenance plant	759,126	673,061	591,004	545,327	564,790	528,157	623,743	763,297	671,026	661,678
Transportation	566,632	591,540	728,482	558,028	483,582	359,461	431,128	315,059	305,130	320,823
Other:										
Facilities acquisition	578,029	217,824	863,612	479,751	268,237	339,541	226,362	431,240	681,991	527,778
Long-term debt:										
Principal	14,887	14,455	14,218					19,619	18,505	17,453
Interest and fiscal charges	1,157	1,589	1,826					62	1,176	2,228
AEA flowthrough	246,101	274,671	277,291	274,229	283,595	259,000	256,708	257,849	252,124	257,471
Total expenditures	$ 10,863,673	$ 9,545,108	$ 9,947,589	$ 9,083,526	$ 8,713,820	$ 8,268,327	$ 8,346,994	$ 7,965,907	$ 8,267,361	$ 8,069,150

See Independent Auditor's Report.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Education
South Winneshiek Community School District
Calmar, Iowa

We have audited, in accordance with the U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of South Winneshiek Community School District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise South Winneshiek Community School District's basic financial statements and have issued our report thereon dated December 31, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered South Winneshiek Community School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of South Winneshiek Community School District's internal control. Accordingly, we do not express an opinion on the effectiveness of South Winneshiek Community School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency in internal control described below that we consider to be a significant deficiency.

Overlapping Duties

Condition

The District's offices are not large enough to permit an adequate segregation of duties for effective internal controls. Management has not separated incompatible activities of personnel, thereby creating risks related to the safeguarding of cash and the accuracy of the financial statements.

Criteria

Management is responsible for establishing and maintaining internal control. A good system of internal control provides for adequate segregation of duties so no one individual handles a transaction from its inception to completion. In order to maintain proper internal control, duties should be segregated so the authorization, custody and recording of transactions are not under the control of the same employee. This segregation of duties helps prevent losses from employee error or dishonesty and maximizes the accuracy of the District's financial statements.

Cause

The concentration of closely related duties and responsibilities such as the recording and processing of cash receipts, preparing grant expenditure reports, preparing financial information for posting and analyzing financial information by a small staff makes it impossible to establish an adequate system of automatic internal checks on the accuracy and reliability of the accounting records.

Effect

This deficiency results in a reasonable possibility that the District would not be able to detect misstatements that would be material in relation to the financial statements in a timely period by employees in the normal course of performing their assigned functions.

Recommendation

The District should review the operating procedures of the District offices to obtain the maximum internal control possible under the circumstances utilizing currently available staff. While we do recognize that the District is not large enough to permit a segregation of duties for effective internal controls, we believe it is important the Board be aware that this condition does exit.

Views of Responsible Officials and Planned Corrective Actions

Management is cognizant of this limitation and will implement additional procedures whenever possible.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether South Winneshiek Community School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

South Winneshiek Community School District's Response to Finding

***Government Auditing Standards* requires the auditor to perform limited procedures on the South Winneshiek Community School District's response to the finding identified in our audit is described above. The South Winneshiek Community School District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.**

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hacker, Nelson + Co., CPAs

Decorah, Iowa
December 31, 2025

Hacker Nelson & Co., CPAs

MANAGEMENT LETTER

To the Board of Education
South Winneshiek Community School District
Calmar, Iowa

In planning and performing our audit of the basic financial statements of South Winneshiek Community School District for the year ended June 30, 2025, we considered the District's internal control to determine our auditing procedures for the purpose of expressing opinions on the financial statements and not to provide assurance on internal control or state statutory compliance matters, accordingly, we provide no such assurance.

In accordance with Chapter 11 of the Code of Iowa, we are required to report on the District's compliance with certain sections of the Iowa Code, Attorney General's Opinions, and other matters. Items 1 through 13 below are compliance comments required by the Iowa Auditor of State. A separate report dated December 31, 2025, contains our report on the District's internal control over financial reporting. This letter does not affect our report dated December 31, 2025, on the basic financial statements of the South Winneshiek Community School District. Comment numbers 1, 8, and 9 are unresolved comments from the prior year. These comments are not intended to and do not constitute legal opinions. We did not audit the District's responses and, accordingly, we express no opinion on them.

Comments involving statutory and other legal matters about the District's operations for the year ended June 30, 2025 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the District. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

1. Certified Budget

Expenditures for the year ended June 30, 2025, exceeded the amended certified budget in the instruction function. Expenditures for the year ended June 30, 2025, exceeded the original budget amount in the non-instructional function and no budget amendment was prepared.

Recommendation

The certified budget should have been amended in accordance with Chapter 24.9 of the Code of Iowa before expenditures were allowed to exceed the budget.

Response and Corrective Action Planned

The District will monitor certified budget expenditures and amend the budget, as necessary.

Conclusion

Response accepted.

2. **Questionable Expenditures**

We noted one expenditure that may not meet the requirements of public purpose as defined in an Attorney General's Opinion dated April 25, 1979. An employee was reimbursed for purchasing glasses for an individual student.

Recommendation

Expenses should be prohibited that benefit a single student.

Response and Corrective Action Planned

We agree with the auditor and will take under advisement.

Conclusion

Response accepted.

3. **Travel Expense**

No expenditures of District money for travel expenses of spouses of District officials and/or employees were noted. No travel advances to District officials or employees were noted.

4. **Business Transactions**

We noted no business transactions between the District and District officials and/or employees for the year ended June 30, 2025.

5. **Restricted Donor Activity**

No transactions were noted between the District, District officials or District employees and restricted donors in compliance with Chapter 68B of the Code of Iowa.

6. **Bond Coverage**

Surety bond coverage of District officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to ensure the coverage is adequate for current operations.

7. **Board Minutes**

We noted no transactions requiring Board approval which had not been approved by the Board. We also noted no minutes and bills that had not been published as required.

8. **Certified Enrollment**

We noted one error in the District's certified enrollment. One resident student was missed on the District's certified enrollment.

Recommendation

The District should notify the Iowa Department of Education of the error to get the proper count.

Response and Corrective Action Planned

The District has contacted the Iowa Department of Education.

Conclusion

Response accepted.

9. **Supplementary Weighting**

There were six classes that should not have been funded in the fall.

Recommendation

The District should notify the Iowa Department of Education of the error to get the proper weighting.

Response and Corrective Action Planned

The District has contacted the Iowa Department of Education.

Conclusion

Response accepted.

10. Deposits and Investments

No instances of noncompliance with the deposit and investment provisions of Chapter 12B and Chapter 12C of the Code of Iowa and District's investment policy were noted.

11. Certified Annual Report

The Certified Annual Report (CAR) was certified timely to the Iowa Department of Education.

12. Categorical Funding

No instances were noted of categorical funding being used to supplant rather than supplement other funds.

13. Statewide Sales, Services and Use Tax

No instances of noncompliance with the allowable uses of the statewide sales, services and use tax revenue provided in Chapter 423F.3 of the Code of Iowa were noted. Pursuant to Chapter 423F.5 of the Code of Iowa, the annual audit is required to include certain reporting elements related to the statewide sales, services and use tax revenue. Districts are required to include these reporting elements in the Certified Annual Report (CAR) submitted to the Iowa Department of Education. For the year ended June 30, 2025, the District reported the following information regarding the statewide sales, services and use tax revenue in the District's CAR:

Beginning balance		$ 1,588,105
Revenues:		
Federal sales, services, and use tax	$ 100,519	
Statewide sales, services and use tax	704,862	
Other	41,024	846,405
Expenditures:		
Instruction	11,853	
Instructional staff	4,290	
Administration	9,346	
Operation and maintenance plant	27,590	
Transportation	59,834	
Facilities acquisition	576,321	689,234
Ending balance		$ 1,745,276

For the year ended June 30, 2025, the District reduced the following levies as a result of the moneys received under Chapters 423E or 423F of the Code of Iowa:

	Rate of Levy Reduction Per $1,000 of Taxable Valuation	Property Tax Dollars Reduced
Physical plant and equipment levy (PPEL)	$ 1.34	$ 388,599

14. Student Activity Fund

For the items tested, no instances of noncompliance with Chapter 298A.8 of the Code of Iowa and Iowa Administrative Rule 281-12.6(1), for moneys in the student activity fund which should be used to support only the extracurricular and co-curricular activities offered as part of the District's educational program were noted.

We have also provided you under separate cover a listing of general steps that you should review and consider implementing to strengthen controls. This list is not all inclusive. You should review all aspects of your operations and implement appropriate controls as deemed necessary. Some of these items may not be applicable or you may have already implemented them.

We would like to acknowledge the many courtesies and assistance extended to us by the personnel of South Winneshiek Community School District during the course of our audit. Should you have any questions concerning any of the above matters, we shall be pleased to discuss them with you at your convenience.

Hacker, Nelson + Co., CPAs

Decorah, Iowa
December 31, 2025

APPENDIX E – FORM OF ISSUE PRICE CERTIFICATES

[FORM OF ISSUE PRICE CERTIFICATE TO BE USED IF COMPETITIVE SALE REQUIREMENTS ARE MET]

SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
$_____ SCHOOL INFRASTRUCTURE SALES, SERVICES AND USE TAX REVENUE BONDS, SERIES 2027
ISSUE PRICE CERTIFICATE

The undersigned, on behalf of [NAME OF UNDERWRITER] ("Purchaser"), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the "Bonds").

1. Reasonably Expected Initial Offering Price.

a. As of the Sale Date, the reasonably expected initial offering prices of the Bonds to the Public by Purchaser are the prices listed in Schedule A (the "Expected Offering Prices"). The Expected Offering Prices are the prices for the Maturities of the Bonds used by Purchaser in formulating its bid to purchase the Bonds. Attached as Schedule B is a true and correct copy of the bid provided by Purchaser to purchase the Bonds.

b. Purchaser was not given the opportunity to review other bids prior to submitting its bid.

c. The bid submitted by Purchaser constituted a firm offer to purchase the Bonds.

2. Defined Terms.

a. Maturity means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities.

b. Public means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term "related party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

c. Sale Date means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is December 2, 2026.

d. Underwriter means (i) the Purchaser or any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents Purchaser's interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Exemption Certificate and with respect to compliance with the federal income tax rules affecting the Bonds, and by Bond Counsel in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

[UNDERWRITER]

By:

Name:

Dated: [ISSUE DATE]

SCHEDULE A
EXPECTED OFFERING PRICES
(Attached)

SCHEDULE B
COPY OF UNDERWRITER'S BID
(Attached)

[FORM OF ISSUE PRICE CERTIFICATE TO BE USED IF COMPETITIVE SALE REQUIREMENTS ARE NOT MET]
SOUTH WINNESHIEK COMMUNITY SCHOOL DISTRICT
$_____ SCHOOL INFRASTRUCTURE SALES, SERVICES AND USE TAX REVENUE BONDS, SERIES 2027
ISSUE PRICE CERTIFICATE

The undersigned, on behalf of [NAME OF UNDERWRITER/REPRESENTATIVE] (["Purchaser")][the "Representative")][, on behalf of itself and [NAMES OF OTHER UNDERWRITERS] (together, the "Underwriting Group"),] hereby certifies as set forth below with respect to the sale and issuance of the above-captioned obligations (the "Bonds").

1. Sale of the General Rule Maturities. As of the date of this certificate, for each Maturity of the General Rule Maturities, the first price at which at least 10% of such Maturity was sold to the Public is the respective price listed in Schedule A.

2. Initial Offering Price of the Hold-the-Offering-Price Maturities.

a. [Purchaser][The Underwriting Group] offered the Hold-the-Offering-Price Maturities to the Public for purchase at the respective initial offering prices listed in Schedule A (the "Initial Offering Prices") on or before the Sale Date. A copy of the pricing wire or equivalent communication for the Bonds is attached to this certificate as Schedule B.

b. As set forth in the Official Terms of Offering and bid award, [Purchaser][the members of the Underwriting Group] [has][have] agreed in writing that, (i) for each Maturity of the Hold-the-Offering-Price Maturities, [it][they] would neither offer nor sell any of the Bonds of such Maturity to any person at a price that is higher than the Initial Offering Price for such Maturity during the Holding Period for such Maturity (the "hold-the-offering-price rule"), and (ii) any selling group agreement shall contain the agreement of each dealer who is a member of the selling group, and any retail distribution agreement shall contain the agreement of each broker-dealer who is a party to the retail distribution agreement, to comply with the hold-the-offering-price rule. Pursuant to such agreement, no Underwriter (as defined below) has offered or sold any Maturity of the Hold-the-Offering-Price Maturities at a price that is higher than the respective Initial Offering Price for that Maturity of the Bonds during the Holding Period.

3. Defined Terms.

General Rule Maturities means those Maturities of the Bonds listed in Schedule A hereto as the "General Rule Maturities."

Hold-the-Offering-Price Maturities means those Maturities of the Bonds listed in Schedule A hereto as the "Hold-the-Offering-Price Maturities."

a. Holding Period means, with respect to a Hold-the-Offering-Price Maturity, the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date (December 9, 2026), or (ii) the date on which [Purchaser][the Underwriters] [has][have] sold at least 10% of such Hold-the-Offering-Price Maturity to the Public at prices that are no higher than the Initial Offering Price for such Hold-the-Offering-Price Maturity.

b. Issuer means South Winneshiek Community School District.

c. Maturity means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate maturities.

d. Public means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term "related party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

e. Sale Date means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is December 2, 2026.

f. Underwriter means (i) the Purchaser or any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [the Purchaser][the Representative's] interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Exemption Certificate and with respect to compliance with the federal income tax

rules affecting the Bonds, and by Bond Counsel in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

[UNDERWRITER][REPRESENTATIVE]

By:

Name:

Dated: [ISSUE DATE]

SCHEDULE A

SALE PRICES OF THE GENERAL RULE MATURITIES AND
INITIAL OFFERING PRICES OF THE HOLD-THE-OFFERING-PRICE MATURITIES

(Attached)

SCHEDULE B
PRICING WIRE OR EQUIVALENT COMMUNICATION