

NOTICE OF PUBLIC HEARING AND INTENTION TO ISSUE
REVENUE AND REFUNDING BONDS
(CHILDSERVE PROJECT)
SERIES 2015

Notice is hereby given that a public hearing will be conducted before the City Council of Windsor Heights, Iowa (the "City") at the Windsor Heights Council Chambers, 1133 66th Street, Windsor Heights, Iowa, at 6:00 o'clock p.m., on April 20, 2015, on a proposal to issue not to exceed \$8,000,000 aggregate principal amount of the City's Revenue Bonds (ChildServe Project), Series 2015 (the "Bonds"), pursuant to the provisions of Chapter 419 of the Code of Iowa, as amended, and Sections 103 and 147 of the Internal Revenue Code of 1986, as amended, and to loan the proceeds thereof to ChildServe, Inc., ChildServe Habilitation Center Inc., ChildServe Homes Inc., ChildServe Medical Equipment & Supply Inc., ChildServe Therapy Inc., ChildServe Foundation Inc., ChildServe Community Options, Inc., ChildServe Homecare, Inc., and ChildServe Clinic Inc. (collectively, the "Borrower") for the purpose of (A) refunding a portion of the Iowa Finance Authority's (the "Authority") Children's Care Facilities Revenue and Refunding Bonds (ChildServe Project) Series 2006, originally issued in the aggregate principal amount of \$19,920,000 in order to provide financing for (i) renovation and improvement of two existing facilities of the Borrower and construction of a connecting building, (ii) construction or conversion of seven group homes, (collectively, the "Series 2006 Project"); (iii) refunding the Authority's outstanding Children's Care Facilities Revenue Bonds (ChildServe Project) Series 2002A and Variable Rate Demand Children's Care Facilities Revenue Bonds (ChildServe Project) Series 2002B (the "2002 Bonds") originally issued to finance various facilities of the Borrower (the "Series 2002A Project" and, together with the Series 2006 Project, the "Existing Project"), (iv) funding a debt service reserve fund; (v) funding capitalized interest and (vi) paying costs of issuance, (B) funding a debt service reserve fund and (C) paying for costs associated with the issuance of the Bonds. The facilities included in the Existing Project are located at 5406 Merle Hay Road, Johnston, Iowa 50131, 5555 NW 55th Ave, Johnston, Iowa 50131, 7161 Wilshire Blvd, Windsor Heights, Iowa 50324, 2056 SW 35th Street, Ankeny, Iowa 50023, 2164/2168 SW 35th Street, Ankeny, Iowa 50023, 10305 Stonecrest Drive, Johnston, Iowa 50131, 6255 Morningside Drive, Johnston, Iowa 50131, 3100 SE Stone Ridge Drive, Grimes, Iowa 50111 and 5609 Greendale Road, Johnston, Iowa 50131. The Existing Project and the facilities refinanced by the Bonds will be owned and operated by the Borrower.

Such Bonds, if issued, and the interest and premium, if any, thereon will be payable solely out the revenues derived from the Loan Agreement. The Bonds shall be limited obligations of the City payable solely from revenues received by the City, and secured by a pledge of the rights of the City under and pursuant to the Loan Agreement. The Bonds will represent and constitute, solely and exclusively, limited obligations of the City and will not represent, constitute or create an obligation, general or special, indebtedness, or moral obligation of the City within the meaning of any state constitutional provision or statutory limitations, and shall not constitute nor give rise to a pecuniary liability of the City or a charge against its general credit or taxing powers.

All local residents who appear at said public hearing shall be given an opportunity to express their views for or against the proposal to issue the Bonds, and at said hearing, or any adjournment thereof, the City Council of the City shall adopt a resolution determining whether or not to proceed with the issuance of the Bonds.

WINDSOR HEIGHTS, IOWA CITY COUNCIL

By: _____
City Administrator