



PUBLIC SCHOOL CREDIT ENHANCEMENT PROGRAM

July 6, 2017

FUND CERTIFICATE NO. 1

Under the authority granted by Article 11 of Chapter 16 of Title 15 of the Arizona Revised Statutes (the “**Enabling Statutes**”), the payment of the principal of and interest on the issuance by the Arizona Industrial Development Authority (the “**Issuer**”) of its \$23,465,000 Education Revenue Bonds (Academies of Math & Science Projects), Series 2017A (the “**Obligations**”) in the amounts and on the dates shown on the attached Exhibit A is guaranteed by the Arizona Public School Credit Enhancement Fund (the “**Fund**”) pursuant to the Arizona Public School Credit Enhancement Program (the “**Program**”) administered by the Credit Enhancement Eligibility Board (the “**Board**”) established by the Enabling Statutes. The guarantee under this Fund Certificate shall terminate automatically in its entirety upon the defeasance or payment in full of the Obligations.

Payment by the Arizona State Treasurer (the “**Treasurer**”), on behalf of the Fund, to BOKF, NA, or its successor (the “**Trustee**”/“**Paying Agent**”) for the benefit of the Owners shall, to the extent thereof, discharge the obligations of the Fund and the Board under this Fund Certificate. For purposes of this Fund Certificate, the term “**Owner**” shall mean, as to the Obligations, a person (other than the Issuer, Academy of Mathematics and Science, Inc., Math and Science Success Academy, Inc., or any other party whose direct or indirect obligation constitutes the underlying security for the Obligations) who at the time of payment under this Fund Certificate is a registered owner as indicated in the books maintained by the Trustee/Paying Agent and is entitled under the terms of the Obligations to payment thereof.

Payments of interest and principal on the Obligations shall be guaranteed under this Fund Certificate only in the amounts and on the dates set forth on the attached Exhibit A. No other obligations or amounts are guaranteed under this Fund Certificate. Payments of principal shall not be payable under this Fund Certificate on any earlier date on which payment of principal is due by reason of call for redemption, acceleration or other advancement of maturity unless the Board shall elect, in its sole discretion, to pay such principal due upon such acceleration, together with any accrued interest to the date of acceleration.

The guarantee provided by the Fund under the Program is not covered by any insurance guaranty fund specified in Title 20 of the Arizona Revised Statutes. The obligations of the Fund and the Board are payable exclusively from the monies in the Fund and do not constitute a debt or a loan of credit or a pledge of the full faith and credit or taxing power of the State of Arizona, or any political subdivision thereof, within the meaning of any State of Arizona constitutional provision or statutory limitation and will never constitute nor give rise to a pecuniary liability of the State of Arizona. The Board has no taxing authority.

IN WITNESS WHEREOF, the Board has caused this Fund Certificate to be executed on its behalf by its duly authorized representative.

CREDIT ENHANCEMENT ELIGIBILITY BOARD

By:



Title:

**Governor's Designee and Authorized
Signatory**

EXHIBIT A

TO FUND CERTIFICATE NO. 1

Schedule of Interest and Principal Payments

<u>Period Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Debt Service</u>	<u>Annual Debt Service</u>
1/1/2018		\$565,250.00	\$565,250.00	
7/1/2018	\$275,000	581,400.00	856,400.00	\$1,421,650.00
1/1/2019		575,900.00	575,900.00	
7/1/2019	295,000	575,900.00	870,900.00	1,446,800.00
1/1/2020		570,000.00	570,000.00	
7/1/2020	305,000	570,000.00	875,000.00	1,445,000.00
1/1/2021		562,375.00	562,375.00	
7/1/2021	320,000	562,375.00	882,375.00	1,444,750.00
1/1/2022		554,375.00	554,375.00	
7/1/2022	335,000	554,375.00	889,375.00	1,443,750.00
1/1/2023		546,000.00	546,000.00	
7/1/2023	350,000	546,000.00	896,000.00	1,442,000.00
1/1/2024		537,250.00	537,250.00	
7/1/2024	370,000	537,250.00	907,250.00	1,444,500.00
1/1/2025		528,000.00	528,000.00	
7/1/2025	390,000	528,000.00	918,000.00	1,446,000.00
1/1/2026		518,250.00	518,250.00	
7/1/2026	410,000	518,250.00	928,250.00	1,446,500.00
1/1/2027		508,000.00	508,000.00	
7/1/2027	430,000	508,000.00	938,000.00	1,446,000.00
1/1/2028		497,250.00	497,250.00	
7/1/2028	450,000	497,250.00	947,250.00	1,444,500.00
1/1/2029		486,000.00	486,000.00	
7/1/2029	475,000	486,000.00	961,000.00	1,447,000.00
1/1/2030		476,500.00	476,500.00	
7/1/2030	495,000	476,500.00	971,500.00	1,448,000.00
1/1/2031		464,125.00	464,125.00	

7/1/2031	515,000	464,125.00	979,125.00	1,443,250.00
1/1/2032		451,250.00	451,250.00	
7/1/2032	545,000	451,250.00	996,250.00	1,447,500.00
1/1/2033		437,625.00	437,625.00	
7/1/2033	575,000	437,625.00	1,012,625.00	1,450,250.00
1/1/2034		423,250.00	423,250.00	
7/1/2034	600,000	423,250.00	1,023,250.00	1,446,500.00
1/1/2035		408,250.00	408,250.00	
7/1/2035	630,000	408,250.00	1,038,250.00	1,446,500.00
1/1/2036		392,500.00	392,500.00	
7/1/2036	665,000	392,500.00	1,057,500.00	1,450,000.00
1/1/2037		375,875.00	375,875.00	
7/1/2037	700,000	375,875.00	1,075,875.00	1,451,750.00
1/1/2038		358,375.00	358,375.00	
7/1/2038	730,000	358,375.00	1,088,375.00	1,446,750.00
1/1/2039		340,125.00	340,125.00	
7/1/2039	770,000	340,125.00	1,110,125.00	1,450,250.00
1/1/2040		320,875.00	320,875.00	
7/1/2040	805,000	320,875.00	1,125,875.00	1,446,750.00
1/1/2041		300,750.00	300,750.00	
7/1/2041	850,000	300,750.00	1,150,750.00	1,451,500.00
1/1/2042		279,500.00	279,500.00	
7/1/2042	890,000	279,500.00	1,169,500.00	1,449,000.00
1/1/2043		257,250.00	257,250.00	
7/1/2043	935,000	257,250.00	1,192,250.00	1,449,500.00
1/1/2044		233,875.00	233,875.00	
7/1/2044	985,000	233,875.00	1,218,875.00	1,452,750.00
1/1/2045		209,250.00	209,250.00	
7/1/2045	1,030,000	209,250.00	1,239,250.00	1,448,500.00
1/1/2046		183,500.00	183,500.00	
7/1/2046	1,080,000	183,500.00	1,263,500.00	1,447,000.00
1/1/2047				

		156,500.00	156,500.00	
7/1/2047	1,130,000	156,500.00	1,286,500.00	1,443,000.00
1/1/2048		128,250.00	128,250.00	
7/1/2048	1,190,000	128,250.00	1,318,250.00	1,446,500.00
1/1/2049		98,500.00	98,500.00	
7/1/2049	1,250,000	98,500.00	1,348,500.00	1,447,000.00
1/1/2050		67,250.00	67,250.00	
7/1/2050	1,310,000	67,250.00	1,377,250.00	1,444,500.00
1/1/2051		34,500.00	34,500.00	
7/1/2051	1,380,000	34,500.00	1,414,500.00	1,449,000.00
	\$23,465,000	\$25,709,200.00	\$49,174,200.00	\$49,174,200.00