

April __, 2014

**DEFEASANCE DOCUMENTS AND
REDEMPTION NOTICES RELATING TO:**

**SEDGWICK COUNTY, KANSAS
SHAWNEE COUNTY, KANSAS**

**SINGLE FAMILY MORTGAGE
REVENUE BONDS
2004 SERIES A-1**

- 1. Resolutions of the Issuers with excerpts of minutes and affidavits of publication.**
 - 2. Irrevocable Instructions to Sell Securities and Defease and Redeem Bonds.**
 - 3. Trustee's Acknowledgment and Acceptance of Terms of Instructions to Sell Securities and Defease and Redeem Bonds.**
 - 4. Certificate of Trustee Regarding Discharge and Satisfaction of Indenture.**
 - 5. Opinion of Bond Counsel.**
 - 6. Escrow Verification Report.**
 - 7. Closing Memorandum.**
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**IRREVOCABLE INSTRUCTIONS TO SELL
SECURITIES AND DEFEASE AND REDEEM BONDS**

To: UMB Bank, N.A., as Trustee
Corporate Trust Division
1010 Grand, 4th Floor
Kansas City, Missouri 64106
Attention: Corporate Trust Department

Re: Sedgwick County, Kansas and Shawnee County, Kansas
Single Family Mortgage Revenue Bonds, 2004 Series A-1

Sedgwick County, Kansas and Shawnee County, Kansas (jointly, the "Issuers") hereby give notice to and irrevocably instruct UMB Bank, N.A., as trustee (the "Trustee"), pursuant to the Trust Indenture, dated as of July 1, 2004 (the "Master Indenture"), as supplemented by the 2004 Series A-1 Series Supplement, dated as of July 1, 2004 (the "Series Supplement," together with the Master Indenture, the "Indenture"), between the Issuer and the Trustee relating to the above-referenced bonds (the "Bonds"), as follows:

- (a) The Issuers hereby direct the Trustee to (1) sell all of the Securities held under the Indenture on April __, 2014, to George K. Baum & Company at a sale price of \$_____, (2) promptly give proper notice of redemption of the Bonds and on June 1, 2014, redeem all of the remaining outstanding principal amount of the Bonds pursuant to **Section 203(D)** of the Series Supplement, at the applicable redemption prices specified in **Section 203(D)** of the Series Supplement, and (3) take or cause to be taken all further action necessary to redeem such Bonds as provided herein.
- (b) The Issuers are providing for the defeasance, discharge and payment of the Bonds in accordance with **Article X** of the Master Indenture, by the deposit on this date concurrently with the delivery of these instructions with the Trustee, in trust, moneys or government securities in such amounts and with maturities that will, together with the income or increment to accrue thereon, without consideration of any reinvestment thereof, be fully sufficient to pay, redeem and discharge the indebtedness on such Bonds at or before their respective maturity or redemption dates and to pay the interest to accrue thereon.
- (c) The Issuers hereby deposit with the Trustee \$_____ from the proceeds of the sale of the Securities (the "Sale Proceeds") and \$_____ from moneys on deposit in the funds and accounts under the Indenture, and direct the Trustee to apply such amounts, as follows:
 - (1) deposit \$_____ in a separate irrevocable escrow trust fund to be established and held in the custody of the Trustee (the "Escrow Fund"); and
 - (2) transfer funds to or as directed by George K. Baum & Company to be applied to pay all financing costs in accordance with the Closing Memorandum prepared by George K. Baum & Company dated April __, 2014 attached hereto; and
 - (3) transfer all remaining assets held under the Indenture to the Issuers (55% to Sedgwick County, Kansas, and 45% to Shawnee County, Kansas).

- (d) All moneys and government securities (including the earnings thereon) set aside and held in trust pursuant to these instructions shall be used, as provided in **Article X** of the Master Indenture, solely for the payment of the principal, redemption premium and interest on the Bonds in accordance with these instructions in the amounts and on the dates set forth in **Schedule 1** hereto.
- (e) Upon the deposit with the Trustee, in trust, of money or government securities in the necessary amount to pay and redeem all outstanding Bonds as aforesaid, and notice of redemption having been given as provided in the Indenture, and compliance with the other requirements of the Indenture for satisfaction and discharge of the Indenture, the holders of such Bonds shall thereafter be entitled to payment only out of the moneys or government securities deposited with the Trustee as aforesaid. The holders of the Bonds shall have an express lien on and security interest in such moneys and escrowed securities in the Escrow Fund and all earnings thereon until used and applied in accordance with these instructions.
- (f) The Issuers request and direct the Trustee to execute and deliver the instruments provided by the Issuers acknowledging the satisfaction and discharge of the lien of the Indenture with respect to the Bonds in accordance with the provisions thereof, and to deliver or cause to be delivered, all property, including money, then held by the Trustee to Issuers, other than (1) moneys deposited with the Trustee in the Escrow Fund or otherwise for the payment of the principal, redemption premium and interest on the Bonds and (2) moneys deposited in the Rebate Fund or otherwise for the payment of arbitrage rebate to the United States.
- (g) On or prior to the redemption date for the Bonds as set forth in **Schedule 1** hereto, the Trustee shall withdraw from the Escrow Fund the amount required to pay the principal, redemption premium and interest on the Bonds becoming due and payable on such date, as set forth in **Schedule 1** hereto. In order to make the payments required by this subsection, the Trustee is hereby authorized to present or redeem the escrowed securities in accordance with these irrevocable instructions. The liability of the Trustee to make the payments required by this subsection with respect to the Bonds shall be limited to the money and escrowed securities in the Escrow Fund. Upon the payment in full of the principal, redemption premium and interest on the last of the Bonds, all remaining money and escrowed securities in the Escrow Fund, together with any interest thereon shall be transferred to the Issuers.

These irrevocable instructions, upon acknowledgment of receipt and acceptance of the terms hereof by the Trustee, shall constitute a binding irrevocable agreement between the Issuers and the Trustee.

- (h) Unless otherwise defined herein, all capitalized terms used herein shall have the same meaning as set forth in the Indenture.

Dated: April __, 2014.

SEDGWICK COUNTY, KANSAS

By: _____
Title: _____

SHAWNEE COUNTY, KANSAS

By: _____
Title: _____

Accepted:

UMB BANK, N.A., as Trustee

By: _____

Name: Douglas Hare

Title: Senior Vice President

SCHEDULE 1

**BOND PAYMENT SCHEDULE FOR DEFEASED BONDS
REDEEMED ON JUNE 1, 2014:**

<u>MATURITY DATE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PREMIUM</u>	<u>TOTAL DEBT SERVICE</u>
December 1, 2027	\$385,000.00	\$11,790.63		\$400,640.63
December 1, 2034	85,000.00	2,125.00		87,125.00
December 1, 2035	850,000.00	26,562.50		919,062.50

**TRUSTEE'S ACKNOWLEDGMENT AND ACCEPTANCE OF
TERMS OF INSTRUCTIONS TO SELL SECURITIES AND
DEFEASE AND REDEEM BONDS**

To: Sedgwick County, Kansas
525 North Main
Wichita, Kansas 67203

Shawnee County, Kansas
200 S.E. 7th Street
Topeka, Kansas 66603

Re: Sedgwick County, Kansas and Shawnee County, Kansas
Single Family Mortgage Revenue Bonds, 2004 Series A-1

UMB Bank, N.A., as trustee and paying agent (the "Trustee") for the above-referenced bonds (the "Bonds"), under the Trust Indenture, dated as of July 1, 2004 (the "Master Indenture"), as supplemented by the 2004 Series A-1 Series Supplement, dated as of July 1, 2004 (the "Series Supplement," together with the Master Indenture, the "Indenture"), between Sedgwick County, Kansas and Shawnee County, Kansas (jointly, the "Issuers") and the Trustee, acknowledges receipt of the instructions from the Issuers dated this date (the "Instructions"), and accepts and agrees to the terms thereof, and agrees to carry out the Instructions.

Dated: April __, 2014.

UMB BANK, N.A., as Trustee

By: _____
Title: Authorized Officer

**CERTIFICATE OF TRUSTEE REGARDING DISCHARGE AND
SATISFACTION OF LIEN OF INDENTURE**

**Sedgwick County, Kansas
Shawnee County, Kansas
Single Family Mortgage Revenue Bonds
2004 Series A-1**

UMB Bank, N.A., as trustee (the "Trustee"), under the under the Trust Indenture, dated as of July 1, 2004 (the "Master Indenture"), as supplemented by the 2004 Series A-1 Series Supplement, dated as of July 1, 2004 (the "Series Supplement," together with the Master Indenture, the "Indenture"), between Sedgwick County, Kansas and Shawnee County, Kansas (jointly, the "Issuers") and the Trustee, and pursuant to which the above-described bonds (the "Bonds") were issued by the Issuers, does hereby certify and acknowledge as follows:

1. Provision has been made for the payment of the whole amount of the principal of, redemption price, and interest due or to become due on all of the Bonds at the times and in the manner specified in the Indenture by the irrevocable deposit in trust with the Trustee, pursuant to the terms of the Instructions and Agreement to Sell Securities and Defeasance and Redeem Bonds dated as of April __, 2014 (the "Instructions"), from the Issuers, of cash, the deposit and receipt of which the Trustee hereby acknowledges, which will provide sufficient moneys to pay the principal and redemption premium of and interest on the Bonds in full on June 1, 2014.

2. The Trustee has received irrevocable instructions from the Issuers in accordance with the Indenture to give notice to the owners of the Bonds and otherwise in accordance with the requirements of the Indenture that all Bonds are to be called for redemption and payment prior to maturity on June 1, 2014, at the applicable redemption prices specified in the Indenture, pursuant to the provisions of the Indenture and the Instructions.

3. The Trustee has been furnished with an opinion of Gilmore & Bell, P.C. to the effect that all conditions precedent to the satisfaction and discharge of the lien of the Indenture have been complied with, and provision for the payment, discharge and satisfaction of the Bonds through the deposit in trust of cash and the escrowed securities will not cause the interest on the Bonds to become included in gross income for federal income tax purposes, notwithstanding the satisfaction and discharge of the lien of the Indenture with respect to the Bonds.

4. All conditions precedent to the satisfaction, discharge and defeasance of the lien of the Indenture with respect to the Bonds contained in the Indenture have been complied with, the Bonds are deemed to be paid and discharged in accordance with the requirements of the Indenture, and the lien of the Indenture with respect to the Bonds is hereby fully released, satisfied and discharged in accordance with its terms; provided that provisions related to the payment, registration and transfer of the Bonds and the payment of Trustee fees, costs and expenses shall survive satisfaction and discharge of such lien.

5. The Trustee waives any notice or other procedural requirements in the Indenture for the redemption of the Bonds.

This certificate is given in reliance upon the calculation of the sufficiency of funds escrowed in accordance with the Irrevocable Instruction to Sell Guaranteed Mortgage Securities and Defeasance and Redeem Bonds to pay the principal of, redemption premium, if any, and interest on the Bonds, in the form of an Escrow Report of Robert Thomas CPA, LLC.

Dated: April __, 2014.

UMB BANK & TRUST, N.A., as trustee

By: _____

Name: Douglas Hare

Title: Senior Vice President

