



RBC Dain Rauscher Inc.
6301 Uptown Blvd. NE, Suite 110
Albuquerque, NM 87110
(505) 872-5999
(505) 872-5979 - Fax
www.rbcdain.com

SETTLEMENT, DELIVERY AND CLOSING PROCEDURES

ISSUE: \$8,900,000
Gadsden Independent School District No. 16, New Mexico
General Obligation School Building Bonds
Series 2007A

BONDS DATED: September 14, 2007

INTEREST PAYMENT DATES: February 15 and August 15, commencing August 15, 2008

**MATURITY DATES, PRINCIPAL AMOUNTS
AND INTEREST RATES:** See Attached Exhibit A

CLOSING: Via telephone @ 11:00 a.m., Friday, September 14, 2007

PURCHASER: New Mexico Finance Authority

SETTLEMENT AMOUNT:

Purchase Price of the Bonds:

Par Value @ .100	<u>\$8,900,000.00</u>
Amount Payable at Closing	<u>\$8,900,000.00</u>

FLOW OF FUNDS:

(I) *Transfers by New Mexico Finance Authority:*

- A. On the day of closing, \$8,900,000.00 representing payment for the Bonds will be wire transferred by the New Mexico Finance Authority in federal or immediately available funds as follows:
- 1) \$8,900,000.00 to Bank of Albuquerque for credit to the account of the Gadsden Independent School District, General Obligation Bond Fund.

(II) *Transfers by Bank of Albuquerque:*

- A. On the day of closing, \$6,989,901.33 representing the principal payment of \$6,800,000 and interest payment of \$189,901.33, will be transferred to the New Mexico Finance Authority for redemption of the Series 2006C Bond Anticipation Notes on September 14, 2007.
- B. On the day of closing, \$1,910,098.67 representing payment for the Bonds will be wire transferred by the Bank of Albuquerque in federal or immediately available funds to Wells Fargo Bank, N.A., ABA #121000248, for credit to Gadsden Independent School District, Account #737-2001235, Building Fund.