PRELIMINARY OFFICIAL STATEMENT
Dated September 26, 2005
(Bonds to be sold October 4, 2005, 1:00 p.m. E.D.S.T.)

BANK QUALIFIED

Moody's Rating: "___"
(See "Rating" Herein)

ELECTRONIC BIDDING VIA PARITY

BOOK-ENTRY-ONLY SYSTEM

PRELIMINARY OFFICIAL STATEMENT DEEMED NEAR FINAL UNDER SEC RULE 15c2-12(b)(1) but subject to revision, amendment and completion in a "Final Official Statement".

$1,000,000*
CAMPBELLSVILLE (KENTUCKY) INDEPENDENT SCHOOL DISTRICT FINANCE CORPORATION SCHOOL BUILDING REFUNDING REVENUE BONDS SERIES OF 2005

Dated: October 1, 2005 **Due: February 1, 2006-2016**

The Bonds will be issued and registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository for the Bonds. Purchasers will not receive certificates representing their ownership interest in the Bonds. Accordingly, principal, interest and premium, if any, on the Bonds will be paid by The Huntington National Bank, Cincinnati, Ohio, as Paying Agent and Registrar, directly to DTC or Cede & Co., its nominee. DTC will in turn remit such principal, interest or premium to the DTC Participants (as defined herein) for subsequent distribution to the Beneficial Owners (as defined herein) of the Bonds. The Bonds will be issued in denominations of $5,000 each or integral multiples thereof, and will bear interest payable on February 1, 2006, and thereafter semiannually on each August 1 and February 1.

The Bonds are not subject to optional redemption prior to their stated maturities.

SCHEDULE OF MATURITIES

Due	Cusip # 134515	Amount*	Rate	Yield	Due	Cusip # 134515	Amount*	Rate	Yield
2/1/06		$ 45,000			2/1/12		$ 50,000		
2/1/07		50,000			2/1/13		55,000		
2/1/08		45,000			2/1/14		60,000		
2/1/09		50,000			2/1/15		65,000		
2/1/10		50,000			2/1/16		475,000		
2/1/11		55,000							

(plus accrued interest-when issued)

Purchaser's Option - The Purchaser of the Bonds may specify to the Financial Advisor that any Bonds may be combined with immediately succeeding sequential maturities into a Term Bond or Term Bonds, bearing a single rate of interest, with the maturities set forth above (or as may be adjusted as provided herein) being subject to mandatory redemption in such maturities for such Term Bond(s).

The Bonds are issued under and in full compliance with the Constitution and Statutes of the Commonwealth of Kentucky, including Sections 162.120 through 162.300, 162.385, and Section 58.180 of the Kentucky Revised Statutes. The Bonds constitute a limited indebtedness of the Corporation and are payable, both principal and interest, only from revenues to be derived from lease rental payments to be paid on a year-to-year basis by the Campbellsville Independent Board of Education to the Corporation for use of the school facilities in accordance with the terms of a Contract, Lease and Option between the Board and the Corporation.

In the opinion of Bond Counsel, interest on the Bonds is excludable from the gross income of the recipients thereof for Federal income tax purposes under existing law, regulations and court decisions, except as to certain recipients, and the Bonds and interest thereon are exempt from income taxes and ad valorem taxes in the Commonwealth of Kentucky and any political subdivision thereof. See "Tax Exemption" herein.

The Bonds are issued subject to approval of legality by Henry M. Reed III, Reed & Johnson, Louisville, Kentucky, Bond and Special Tax Counsel to the Corporation. Delivery of the Bonds is expected on or about November 9, 2005.

*Preliminary, Subject to Permitted Adjustment.

DUPREE AND COMPANY, INC./FIRST KENTUCKY SECURITIES CORPORATION
Fiscal Agents

CAMPBELLSVILLE (KENTUCKY) INDEPENDENT SCHOOL DISTRICT
FINANCE CORPORATION

Board of Directors

Joe Walters, President
Vicki Mullins, Vice President
Angie Johnson, Director
Barkley Taylor, Director
Ron McMahan, Director

Diane Woods-Ayers, Secretary

CAMPBELLSVILLE (KENTUCKY) INDEPENDENT SCHOOL DISTRICT
BOARD OF EDUCATION

Board Members

Joe Walters, Chairperson
Vicki Mullins, Vice Chairperson
Angie Johnson
Barkley Taylor
Ron McMahan

Diane Woods-Ayers, Secretary

Diane Woods-Ayers, Superintendent

BOND AND SPECIAL TAX COUNSEL

Henry M. Reed III
Reed & Johnson
Louisville, Kentucky

FISCAL AGENTS

Dupree and Company, Inc.
Lexington, Kentucky

First Kentucky Securities Corporation
Frankfort, Kentucky

PAYING AGENT/ESCROW AGENT

The Huntington National Bank
Cincinnati, Ohio

BOOK-ENTRY-ONLY-SYSTEM

No dealer, broker, salesman, or other person has been authorized by the Campbellsville Independent School District Finance Corporation, the Campbellsville Independent Board of Education, or First Kentucky Securities Corporation, the Financial Advisor, to give any information or 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 any of the foregoing. This Official Statement does not constitute an offer to sell or the solicitation of any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. Except where otherwise indicated, the information set forth herein has been obtained from the Kentucky Department of Education and the Campbellsville Independent Board of Education and is believed to be reliable; however, such information is not guaranteed as to accuracy or completeness by, and is not to be construed as a representation by First Kentucky Securities Corporation, the Financial Advisor, or by Bond Counsel. The delivery of this Official Statement at any time does not imply that information herein is correct as of any time subsequent to the date hereof.

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PRELIMINARY OFFICIAL STATEMENT

$1,000,000*
CAMPBELLSVILLE (KENTUCKY) INDEPENDENT SCHOOL DISTRICT
FINANCE CORPORATION SCHOOL BUILDING REFUNDING REVENUE BONDS
SERIES OF 2005

Dated Date: October 1, 2005

This Official Statement, which includes the cover page, is being distributed by the Campbellsville Independent School District Finance Corporation (the "Corporation") to furnish pertinent information to all who may become holders of its School Building Refunding Revenue Bonds, Series of 2005, dated October 1, 2005 (the "Bonds") being offered hereby pursuant to the provisions of Sections 162.120 through 162.300 and Section 162.385 of the Kentucky Revised Statutes, ("KRS") and KRS Chapter 273 and KRS 58.180, and pursuant to the terms of a Bond Resolution adopted by the Corporation.

The summaries and references to Sections of the Kentucky Revised Statutes, the Bond Resolution, and the Contract, Lease and Option, as included in this Official Statement, do not purport to be comprehensive or definitive and are qualified in their entirety by reference to each such document.

DESCRIPTION OF THE BONDS

Authorization

Pursuant to Sections 162.120 through 162.300 and Section 162.385 of the Kentucky Revised Statutes and KRS Chapter 273 and KRS 58.180, the Corporation adopted a Bond Resolution (i) authorizing the issuance of $1,000,000* School Building Refunding Revenue Bonds; (ii) approving the publication of a Notice of Sale of Bonds; (iii) approving the terms and conditions of bond sale; and (iv) authorizing the President of the Corporation to execute the Official Statement related to the Bonds.

Terms

The Bonds will be dated October 1, 2005 will bear interest payable February 1, 2006, and thereafter semiannually on each August 1 and February 1 at the rates established upon acceptance of a bid for said Bonds and, will mature on the dates and in the amounts set forth on the cover page.

Book Entry

The following information regarding DTC and Cede & Co. will be applicable to the Bonds as long as a book entry system is utilized. The Corporation does not assume any responsibility for the accuracy or completeness of the information set forth under this caption "Book Entry", and the Corporation is not required to supervise, and will not supervise, the operation of the book entry system described herein.

DTC is a limited purpose trust company organized under the laws of the State of New York, 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, as amended. DTC was created to hold securities of its participants (the "DTC Participants") and to facilitate the clearance and settlement of securities transactions among DTC Participants in such securities through electronic book-entry changes in accounts of the DTC Participants, thereby eliminating the need of physical movement of securities certificates. DTC Participants include securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations, some of whom (and/or their representatives) own DTC. Access to the DTC system is also available to others such as banks, brokers, dealers and trust companies that clear through or maintain a custodial relationship with a DTC Participant, either directly or indirectly (the "Indirect Participants").

Upon issuance of the Bonds, DTC Participants shall receive a credit balance in the records of DTC. ***The ownership interest of each actual purchaser of each Bond (the "Beneficial Owner") will be recorded through the records of the applicable DTC Participant.*** Beneficial Owners will receive a written confirmation of their purchase provided by the applicable DTC Participant, providing details of the Bonds acquired. Transfers of ownership interests in the Bonds ("Beneficial Ownership Interests") will be accomplished by book entries made by DTC and, in turn, by the DTC Participants who act on behalf of the Beneficial Owners. Beneficial Owners will **not** receive certificates representing their ownership interest in the Bonds, except as specifically provided in the Ordinance.

*Preliminary, Subject to Permitted Adjustment.

The Corporation has no responsibility or liability for any aspects of the records relative to or payments made on account of beneficial ownership, or for maintaining, supervising or reviewing any records relating to beneficial ownership.

Principal, sinking fund, and interest payments on the Bonds will be made to DTC or its nominee, as registered owner of the Bonds. Upon receipt of moneys, DTC's current practice is to immediately credit the accounts of the DTC Participants in accordance with their respective holdings shown on the records of DTC. Payments by DTC Participants and Indirect Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is now the case with municipal securities held for the accounts of customers in bearer form or registered in "street name", and will be the responsibility of such DTC Participant or Indirect Participant and not of DTC or the Agency, subject to any statutory and regulatory requirements as may be in effect from time to time.

A Beneficial Owner shall give notice to elect to have its Beneficial Ownership Interests purchased or tendered, through its DTC Participant, to the Paying Agent and Registrar, and shall effect delivery of such Beneficial Ownership Interests by causing the Direct Participant to transfer the DTC Participant's interest in the Beneficial Ownership Interests, on DTC's records, to the purchaser or the Paying Agent and Registrar, as appropriate. The requirements for physical delivery of Bonds in connection with a demand for purchase or a mandatory purchase will be deemed satisfied when the ownership rights in the Bonds are transferred by Direct Participants on DTC's records.

The Paying Agent and Registrar, so long as a book entry method is used for the Bonds, will send only to DTC any notice of redemption or other notices required to be sent to Bondholders. Any failure of DTC to advise any DTC Participant, or of any DTC Participant to notify the Beneficial Owner, of any such notice and its content or effect will not affect the validity of the redemption of the Bonds called for redemption or of any other action premised on such notice.

Conveyance of notices and other communications by DTC to DTC Participants, by DTC Participants to Indirect Participants, and by DTC Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory and regulatory requirements as may be in effect from time to time.

The Corporation and the Paying Agent and Registrar cannot and do not represent or give any assurances that DTC, the DTC Participants or Indirect Participants or others will distribute payments of debt service charges on the Bonds paid to DTC or its nominee, as the registered owner, or any redemption or other notices, to the Beneficial Owners, or that they will do so on a timely basis, or that DTC will serve and act in the manner described in this Official Statement.

Optional Redemption Provision

The Bonds are not subject to optional redemption prior to their stated maturities.

AUTHORITY AND PURPOSE; REFINANCING PLAN

The Refunding Bonds are being issued under and in full compliance with the Constitution and Statutes of the Commonwealth of Kentucky, including Sections 162.120 through 162.290, 162.385, and Section 58.180 of the Kentucky Revised Statutes, within the meaning of the decision of the Court of Appeals of Kentucky (Supreme Court) in the case of Hemlepp v. Aronberg, 369 S.W.2d 121, for the purpose of providing funds to prepay, redeem and retire all of the outstanding Campbellsville Independent School District Finance Corporation School Building Revenue Bonds, Series of 1996, dated February 1, 1996 (the "1996 Bonds" or the "Prior Issue") maturing February 1, 2006 and thereafter (the "Defeased Bonds").

The Prior Bonds were issued by the Corporation for the purpose of financing school building improvements on behalf of the Board consisting of renovations of portions of the Campbellsville High/Elementary School (the "1996 Project").

The 1996 Bonds maturing on February 1 in each of the years 2007 through 2016 in the aggregate principal amount of $905,000 shall be redeemed prior to their stated maturities on February 1, 2006.

Sufficient proceeds of the Refunding Bonds will be deposited in a special 2005Escrow Fund and invested in U.S. Government Obligations or Certificates of Deposit collateralized by said Obligations so that said proceeds, plus the interest income therefrom will be sufficient to pay the accruing interest and retire in full on February 1, 2006 (the "Defeased Bonds").

SECURITY FOR REFUNDING BONDS

The Bonds of the Prior Issue were issued under the authority of Sections 162.120 through 162.290 and 162.385 of the Kentucky Revised Statutes for the purpose of providing funds to finance the construction of school building improvements for the Board consisting of renovations of portions of the Campbellsville High/Elementary School (the "1996 Project"). Under the terms of the Series of 1996 Bond Resolution authorizing the Prior Issue, those Bonds are payable from the income and revenues of the Project financed from the proceeds thereof. The Bonds of the Prior Issue are secured by a statutory mortgage lien upon and a pledge of revenues from the rental of the Project to the Board by the Corporation under the Contract, Lease and Option, dated February 1, 1996 (the "Prior Lease").

The aggregate principal amount of the Prior Issue outstanding as of October 1, 2005 is $940,000, scheduled to mature on February 1 in each of the years 2006 through 2016. The Bonds of the Prior Issue constitute the only outstanding bonded indebtedness payable from or secured by the school Project financed from the proceeds thereof.

The Corporation will lease the Project to the Board under the 2005 Lease at sufficient rentals to amortize the Refunding Bonds.

The Corporation and the Board have entered a Contract, Lease and Option, dated as of October 1, 2005 (the "2005 Lease"). The Refunding Bonds are secured by a statutory mortgage lien on the 1996 Project leased to the Board under the 2005 Lease and by a pledge of the rental revenues derived under the 2005 Lease.

Under the 2005 Lease the Board has leased the 1996 Project securing the Refunding Bonds in accordance with the provisions of KRS 162.140 for an initial period from October 1, 2005 through June 30, 2006, with the option in the Board to renew said 2005 Lease from year to year for one year at a time, at annual rentals, sufficient in each year to enable the Corporation to pay, solely from the rentals due under the 2005 Lease, the principal and interest on all of the Refunding Bonds as same become due.

In addition, the 2005 Lease provides that the Prior Lease will be canceled effective upon the deposit of the prceeds of the Refunding Bonds into the 2005 Escrow Fund and the retirement of the Remaining Bonds. The 2005 Lease provides further that so long as the Board exercises its annual renewal options, its rentals will be payable according to the terms and provisions of the 2005 Lease until February 1, 2016, the final maturity date of the Refunding Bonds, and such annual rentals shall be deposited as received in the Bond Fund for the Refunding Bonds and used and applied for the payment of all maturing principal of and interest on the Refunding Bonds.

Under the terms of the 2005 Bond Resolution and the 2005 Lease the statutory mortgage lien securing the Refunding Bonds which is created and granted pursuant to KRS 162.200 upon the school Project is and shall be restricted in its application to the exact location of said school buildings and to such easements and rights of way for ingress, egress and the rendering of services thereto as may be necessary for the proper use and maintenance of said school buildings; the right being reserved to erect or construct upon any land not occupied by the school Project other independently financed school buildings, free and clear of said statutory mortgage lien, which other independently financed school buildings may or may not have a party wall with and adjoin said school buildings constituting the Project, provided no part of the cost of said other independently financed school buildings is paid from the proceeds of the sale of the Refunding Bonds.

Under the terms of the 2005 Lease, and any renewal thereof, the Board has agreed so long as the Bonds remain outstanding, and in conformance with the intent and purpose of KRS 160.160(5), in the event of a failure by the Board to pay the rentals due under the 2005 Lease, and unless sufficient funds have been transmitted to the Paying Agent, or will be so transmitted, for paying said rentals when due, the Board has granted under the terms of the 2005 Lease to the Corporation the right to notify and request the Kentucky Department of Education to withhold from the Board a sufficient portion of any undisbursed funds then held, set aside, or allocated to the Board and to request said Department or Commissioner of Education to transfer the required amount thereof to the Paying Agent for the payment of such rentals.

ADOPTION OF STATE BUDGET; LITIGATION

On March 8, 2005 both Houses of the 2005 Regular Session of the Kentucky General Assembly each approved a State Budget for the fiscal year ending June 30, 2006. The Budget was sent to the Governor who exercised his line item veto power as to certain matters. The final Budget was ratified by the General Assembly on March 22, 2005 and is now in effect through June 30, 2006.

On April 13, 2004, the Regular Session of the Kentucky General Assembly adjourned without adopting a State Budget for the biennium beginning July 1, 2004.

The Governor stated his intention that beginning July 1, 2004 he would authorize State expenditures by Executive Order. The Executive Order authorization was employed by a previous Governor in 2002 when confronted with a similar situation; however, serious constitutional questions have precipitated test litigation as noted below. The Executive Spending Plan has proceeded since July 1, 2004 as if the Budget for the biennium ending June 30, 2004 had not expired.

The Attorney General of the Commonwealth filed a lawsuit on May 27, 2004 in Franklin Circuit Court (Case No. 04-CI-00719) seeking a Declaration of Rights and determination of the Governor's authority, through an Executive Spending Plan implemented by Executive Order, to suspend statutory laws which have traditionally been effected by enactment of a State Budget. The suit named the Governor, the Treasurer, the Secretary of the Finance and Administration Cabinet as well as the President of the Senate and the Speaker of the House of Representatives as Defendants.

On December 15, 2004 the Franklin Circuit Court entered an Order emphatically upholding the separation of powers doctrine set forth in various sections of the Kentucky Constitution. The Courts strict interpretation prohibits the executive branch from usurping the legislative branch's sole responsibility to appropriate State funds, but at the same time prohibits the legislative branch from abdicating its sole responsibility to sole appropriate. The decision specifically determines that the Executive Spending Plan now in effect is unconstitutional, but permits it to continue until the end of the current fiscal year on June 30, 2005; after which date no expenditures will be permitted except for essential governmental functions. All of the Defendants appealed separately from the decision and the appeals were consolidated as a single action before the Supreme Court of Kentucky.

On May 19, 2005 the majority of the Supreme Court rendered its Decision upholding the lower Court's determination that the Executive Spending Plan was unconstitutional but reversed that part of the decision which permitted expenditures for essential governmental operations. While the decision upholds the strict interpretation of separation of powers, it indicates there is no Constitutional mandate that the Legislature adopt a Budget even though such adoption is clearly intended. In the absence of a Budget the Governor is limited to only those expenditures contemplated by the Kentucky Constitution, Statutes of the Commonwealth (regardless of whether or not the Constitutional and Statutory provisions set forth specific dollar amounts or not) for expenditures and federal mandates; at the present time Kentucky does not have an "automatic" statutory provision or "continuing resolution" to fill the gap in absence of the enactment of the Budget as scheduled.

A separate suit filed in Franklin Circuit Court by sixteen students and their parents from eight South Central Kentucky School Districts as a class action naming the Governor, the President of the Senate, the Speaker of the House and the General Assembly of Kentucky as Defendants and seeking to have the Court (a) declare Kentucky's educational funding system unconstitutional; (b) mandate the adoption of a Budget by the General Assembly implementing school funding on an equal basis among school districts adequate to provide proper education; and (c) provide for monitoring the implementation of a new school funding system, remains subject to judicial determination.

It is not now anticipated that any reorganization of school funding at the State level will result in the diminution of security for these Bonds.

CAMPBELLSVILLE INDEPENDENT (KENTUCKY) SCHOOL DISTRICT FINANCE CORPORATION

The Corporation has been formed in accordance with the provisions of Section 162.120 through 162.290 and 162.385 of the Kentucky Revised Statutes ("KRS"), and KRS Chapter 273 and KRS 58.180, as a non-profit, non-stock corporation for the purpose of financing necessary school facilities for and on behalf of the Board of Education of the Campbellsville Independent School District (the "Board"). Under the provisions of existing Kentucky law, the Corporation is permitted to act as an agency and instrumentality of the Board for financing purposes.

The Board of Directors of the Corporation is made up of the incumbent members of the Board of Education.

THE REFUNDING PLAN

The Bonds are being issued to currently refund all school building revenue bonds originally issued by the Campbellsville (Kentucky) Independent School District Finance Corporation designated as the Series of 1996, dated February 1, 1996 (the "Prior Bonds"). Under the refunding plan, all the maturities (the "Refunded Bonds") of the Prior Bonds, as described below will be subject to the refunding.

The Corporation will issue Bonds in an amount sufficient (1) to fund an escrow composed of United States government Obligations or Certificates of Deposit of FDIC banks fully collateralized by said Obligations that will produce sufficient receipts to pay the interest requirements due and payable on the Refunded Bonds until the respective redemption dates and to redeem the Refunded Bonds on the redemption dates at the premium specified below, all as set out in the following table, and (2) to pay the costs of issuance of and the purchaser discount on the Bonds.

Series	Redemption Date	Refunded Bond Amount	Refunded Maturities	Redemption Premium
February 1, 1996	February 1, 2006	$940,000	February 1, 2006-2016	$18,100 (2%)

Estimated Sources and Uses of Funds

Sources of Funds

Series of 2005 Bonds	$1,000,000

Uses of Funds

Fund Escrow	$972,467
Underwriter's Discount	10,000
Issuance Costs	15,500
Surplus	2,033
Total	$1,000,000

DISPOSITION OF BOND PROCEEDS

Upon delivery of the Bonds, there shall first be paid all expenses incident to the authorization, sale and delivery of the Bonds.

Next, the accrued interest received, if any, shall be deposited into the "Campbellsville Independent School District Finance Corporation School Building Refunding Revenue Bond and Interest Redemption Fund of October 1, 2005" (the "2005 Bond Fund") to be held therein for payment of interest on the Bonds at the next ensuing interest due date.

The entire remaining proceeds of the Bonds shall be deposited into "Campbellsville Independent School District Finance Corporation Escrow Fund of 2005" (the "Escrow Fund") to be earmarked and held for credit to the account of the Prior Bond Fund.

CERTAIN PROVISIONS OF THE BOND RESOLUTION

The Bond Resolution contains various covenants of the Corporation and provisions for the payment of the Bonds in accordance with their terms, certain of which are summarized below. Reference is made to the Bond Resolution for a full and complete statement of its provisions.

The Corporation has authorized the issuance of its Campbellsville Independent School District Finance Corporation School Building Refunding Revenue Bonds, Series of 2005, in an aggregate amount of $1,000,000*. The Bonds are fully registered and in denominations in multiples of $5,000. The Bonds bear interest payable on February 1 and August 1 in each year, beginning February 1, 2006, at such interest rate or rates as a result of an advertised sale of Bonds and competitive bidding therefor. Said Bonds shall mature on the dates and in the amounts set forth on the cover page.

Paying Agent and Registrar

The Huntington National Bank, Cincinnati, Ohio, has been named Paying Agent and Bond Registrar. Interest and principal payments will be made by the Paying Agent by wire transfer to DTC on each due date. Please see "Book Entry" supra.

Funds Established by the Resolution

The Resolution establishes the following funds:

Campbellsville Independent School District Finance Corporation School Building Refunding Revenue Bond and Interest Redemption Fund of October 1, 2005 (the "Bond Fund"). -- The Corporation covenants that all amounts received as rentals pursuant to the terms of the Contract, Lease and Option shall be deposited into the Bond Fund and held apart from all other funds for the payment of the principal of and interest on the Bonds as same become due. The required annual payments due from the Board shall be made in semi-annual installments on or before each January 15 and July 15, the first such payment to be made on or before January 15, 2006.

Moneys held in the Bond Fund shall be invested at the direction of the Corporation in (i) securities of the United States Government; (ii) obligations fully guaranteed by the United States, having a maturity date prior to the date when the sums invested will be needed for meeting interest and principal payments; or (iii) in certificates of time deposit maturing as and when required to pay principal and interest. Such certificates of time deposit shall be secured by a valid pledge of United States Government securities to the extent same exceed FDIC coverage. All income from the investment of the Bond Fund shall be deposited into said Bond Fund and may be used as a credit to any future deposit required to be made by the Board into said Bond Fund.

Campbellsville Independent School District Finance Corporation School Building Escrow Fund of 2005 (the "Escrow Fund"). -- Proceeds of the Bonds, after payment of the costs of issuance and deposit of accrued interest received in the Bond Fund, shall be deposited into the Escrow Fund; provided, however, that prior to or simultaneously with the delivery of the Bonds, the Corporation shall obtain a commitment or commitments for the investment of such remaining proceeds only in direct Obligations of the United States Government or Obligations which are fully guaranteed by the United States Government or Certificates of Deposit of FDIC banks fully collateralized by said Obligations (the "Investments") sufficient to accomplish the purposes intended, which Investments shall be scheduled to mature at such times and in such amounts as are necessary to pay the principal of, interest on, and redemption premium for the Refunded Bonds at or prior to their stated maturities by deposit in the Prior Bond Fund for said Refunded Bonds.

Contract, Lease and Option

The Board covenants to faithfully and punctually perform all duties required by the Lease including providing for the maintenance and insurance of the school properties.

The Corporation further agrees to collect such rents and charges for services rendered by the school Project properties as will be sufficient to pay the principal of and interest on the Bonds when same become due.

Statutory Mortgage Lien Created

The Resolution recognizes the statutory mortgage lien upon the school Project property which are granted and created by Section 162.200 of the Kentucky Revised Statutes. Said lien is and shall be restricted in its applications to the facilities, the costs of financing of which are defrayed from the proceeds of the Bonds, together with appurtenances, equipment therein, that portion of the school site physically occupied thereby, and such easements and rights-of-way for ingress, egress, and the rendering of services thereto as may be necessary for the proper use and maintenance of the same.

The right is reserved to erect or construct upon the school site described in the Resolution other structures and improvements free and clear of said statutory mortgage lien, even though the same are connected by using as party walls one or more walls of structures which are subject to said mortgage lien, providing the same are capable of use as separate entities in themselves and have their own outside entrances and providing no part of the costs of said additional structures and improvements are paid from the proceeds of these Bonds.

Arbitrage Provisions

The Corporation shall at all times do and perform all acts and things permitted by law and necessary or desirable in order to assure that interest paid by the Corporation on the Bonds shall, for the purpose of Federal income taxation, be excludable from the gross income of the recipients under any valid provision of law.

The Corporation shall not permit at any time any of the proceeds of the Bonds or other funds of the Corporation to be used to acquire any securities or obligations the acquisition of which would cause any such Bond to be an "arbitrage bond", as defined in the Internal Revenue Code of 1986, as amended (the "Code"), unless, under any valid provision of law hereafter enacted, the interest paid by the Corporation on the Bonds shall be excludable from the gross income of a recipient thereof for Federal income tax purposes without regard to compliance with the Code.

Resolution to Constitute a Contract

The provisions of the Resolution shall constitute a contract between the Corporation and the Registered Owners of any Bonds from time to time outstanding and, after the sale of such Bonds, no change in the provisions of the Resolution shall be permitted while any of said Bonds remain outstanding and unpaid, except as expressly authorized in the Resolution.

Other Covenants

The Corporation binds and obligates itself not to sell, mortgage, or in any manner dispose of the school Projects property, including any and all extensions and additions that may be made thereto, except as specifically permitted and provided by the Resolution until all of the Bonds shall have been paid in full.

CERTAIN PROVISIONS OF THE CONTRACT, LEASE AND OPTION

The following summarizes certain provisions of the Lease pursuant to which the Corporation leases the school building properties to the Board. Reference is made to the Lease for a full and complete statement of its provisions.

Lease to the Board

The Corporation agrees to lease the Project to the Board and the Board agrees to lease the Project from the Corporation from year to year commencing on October 1, 2005.

The initial term of the Lease shall expire on June 30, 2006; provided, however, that the Lease shall be automatically renewed from year to year for one-year terms unless terminated by the Board upon written notice to the Corporation ninety days before the end of the fiscal year.

Amount and Due Date of Rentals

The amount of the annual rentals to be paid by the Board shall be a sum equal to the interest which will be due on February 1, together with the Bonds and interest which will be due on August 1 during the rental year, plus the costs of operation, maintenance and insurance.

Conveyance upon Retirement of Bonds

It is agreed that if the Board shall pay rentals from year to year until the first day of February, 2016, then upon completion of such payments the leased premises shall be and become the property of the Board.

Option to Purchase

It is hereby further agreed that the Board may purchase the Project and thereby terminate the Lease on any date by the payment of a sum sufficient to accomplish the retirement or defeasance of the outstanding Bonds issued by the Corporation.

Maintenance and Insurance

The Board agrees that so long as the Board continues to lease the school Project it will, at its own expense, maintain the Project in good state of repair and will procure and pay the cost of insurance on all buildings located thereon against loss by fire, lightning, and windstorm in an amount equal to the full insurable value of the Project or the face amount of the Bonds outstanding, whichever is greater.

KENTUCKY DEPARTMENT OF EDUCATION SUPERVISION

According to a report furnished by the Kentucky Department of Education, under the terms of the Kentucky Revised Statutes and the regulations of the Kentucky Board of Education (the "State Board"), the State Board, by itself and through its executive officer, the Commissioner of Education (the "Commissioner"), supervises the general operations of the local boards of education and school building revenue bond financing for school purposes. The Commissioner examines and advises on the expenditures, business methods and accounts of all local boards of education, including the Board. The Commissioner is responsible for assuring that all financial and educational accounts are accurately and neatly kept, and that all reports are made according to the forms adopted by the State Board. Each school district supported in whole or in part from taxation is required to make a report to the State Board at the close of each scholastic year, showing in detail all funds received from the Commonwealth and from all other sources during the year, and a detailed statement of all expenditures for the year.

Each local board of education must prepare and submit to the Commissioner an annual budget showing the amount needed for current expenses, capital outlay, debt service and lease rental payments for the ensuing year, the estimated amount to be received from other sources, and the amount needed to be raised from local taxation, including the assessed valuation and tax rate for property subject to taxation by the school district. If the budget is disapproved, it must be amended and resubmitted. No budget is effective until approved by the Commissioner.

Each local school board must prepare and submit to the State Board, not later than January 15 of each year, a close estimate of its working budget which must conform to the rules and regulations prescribed by the State Board, and which must be consistent in its major divisions with the general school budget previously prepared.

A local superintendent may not recommend and a local school board member may not vote for an expenditure in excess of the income and revenue of any year as shown by the budget approved by the Commissioner, except for a purpose for which bonds have been voted, or in case of an emergency declared by the State Board.

All local boards of education who have entered into contracts with respect to the issuance of revenue bonds must arrange for insurance protection in an amount equal to the amount of bonds outstanding against the particular building or buildings, or to the full insurable value of such building or buildings, whichever is greater, and must report annually to the Superintendent, on forms provided by the Department of Education, the amount of insurance coverage provided for each building which has been mortgaged for the security of outstanding revenue bonds.

The State Department of Education must approve a bond issue and its related financial, educational and construction plans prior to issuance and such approval will be obtained prior to the sale of this issue.

STATE SUPPORT OF EDUCATION

The 1990 Regular Session of the General Assembly of the Commonwealth enacted a comprehensive legislative package known as the Kentucky Education Reform Act ("KERA") designed to comply with the mandate of the Kentucky Supreme Court that the General Assembly provide for an efficient and equitable system of schools throughout the State.

KERA became fully effective on July 13, 1990. Elementary and Secondary Education in the Commonwealth is supervised by the Commissioner of Education as the Chief Executive Officer of the State Department of Education ("DOE"), and appointee of the reconstituted Kentucky Board of Education (the "State Board"). Some salient features of KERA are as follows:

KRS 157.330 establishes the fund to Support Education Excellence in Kentucky ("SEEK") funded from biennial appropriations from the General Assembly for distribution to school districts. The base funding guaranteed to each school district by SEEK for operating and capital expenditures is determined in each fiscal year by dividing the total annual SEEK appropriation by the state-wide total of pupils in average daily attendance ("ADA") in the preceding fiscal year; the ADA for each district is subject to adjustment to reflect the number of at risk students (approved for free lunch programs under state and federal guidelines), number and types of exceptional children, and transportation costs.

KRS 157.420 establishes a formula which results in the allocation of funds for capital expenditures in school districts at $100 per ADA pupil of the SEEK allotment which is required to be segregated into a Capital Outlay Allotment Fund which may be used only for (1) direct payment of construction costs; (2) debt service on voted and funding bonds; (3) lease rental payments in support of bond issues; (4) reduction of deficits resulting from over-expenditures for emergency capital construction; and (5) a reserve for each of the categories enumerated in 1 through 4 above.

KRS 160.470(12)(a) requires that effective for fiscal years beginning July 1, 1990 each school district <u>shall</u> levy a minimum equivalent tax rate of $0.30 for general school purposes. The equivalent tax rate is defined as the rate which results when the income collected during the prior year from all taxes levied by the district (including utilities gross receipts license and special voted) for school purposes is divided by the total assessed value of property, plus the assessment for motor vehicles certified by the Revenue Cabinet of the Commonwealth. Any school district board of education which fails to comply with the minimum equivalent tax rate levy shall be subject to removal from office.

KRS 157.440(2) provides that for fiscal years beginning July 1, 1990 each school district <u>may</u> levy an equivalent tax rate which will produce up to 15% of those revenues guaranteed by the SEEK program. Any increase beyond the 4% annual limitation imposed by KRS 132.017 ("House Bill 44") is not subject to the recall provisions of that Section. Revenue generated by the 15% levy is to be equalized at 150% of the state-wide average per pupil equalized assessment.

KRS 157.440(2) permits school districts to levy up to 30% of the revenue guaranteed by the SEEK program, plus the revenue produced by the 15% levy, but said additional tax will not be equalized with state funds and will be subject to recall by a simple majority of those voting on the question.

KRS 157.620(1) also provides that in order to be eligible for participation from the Kentucky School Facilities Construction Commission for debt service on bond issues the district must levy a tax which will produce revenues equivalent to $0.05 per $100 of the total assessed value of all property in the district (including tangible and intangible property and motor vehicles). A district having a special voted tax which is equal to or higher than the required $0.05 tax, must commit and segregate for capital purposes at least an amount equal to the required $0.05 tax. Those districts which levy the additional $0.05 tax are also eligible for participation in the Facilities Support Program of Kentucky ("FSPK") program for which funds are appropriated separately from SEEK funds and are distributed to districts in accordance with a formula taking into account outstanding debt and funds available for payment from both local and state sources.

KRS 160.460 provides that as of July 1, 1994 all real property located in the Commonwealth subject to local taxation shall be assessed at 100% of fair cash value.

CONTINUING DISCLOSURE

As a result of the principal amount of Bonds offered exceeding $1,000,000 but being less than $10,000,000, the Corporation and Board will execute a Continuing Disclosure Agreement complying with the provisions of Securities and Exchange Commission Rule 15c2-12.

Financial information regarding the Board may be obtained from the Superintendent, Campbellsville Independent Schools, 136 S. Columbia, Campbellsville, Kentucky 42718, Telephone: (270) 465-4162.

TAX EXEMPTION; BANK QUALIFIED

With regard to the Internal Revenue Code of 1986, as amended, Bond Counsel advises as follows:

(A) The Bonds and the interest thereon are exempt from income and ad valorem taxation by the Commonwealth of Kentucky and all of its political subdivisions.

(B) The interest income from the Bonds is excludable from the gross income of the recipients thereof for Federal income tax purposes under existing law; provided, that the corporate entities noted below are advised of certain tax consequences as follows:

1) In the computation of the corporate minimum tax, earnings and profits may include otherwise tax-exempt interest on the Bonds; this provision applies to corporations only.

2) Property and casualty insurance companies may be denied certain loss reserve deductions to the extent of otherwise tax-exempt interest on the Bonds.

(C) As a result of designations and certifications by the Board and the Corporation, indicating the issuance of less than $10,000,000 of "qualified tax-exempt obligations" during the calendar year ending December 31, 2005, the Bonds may be treated by financial institutions as if they were acquired before August 8, 1986.

(D) The interest income from the Bonds is excludable from the gross income of the recipients thereof for Federal income tax purposes under existing law for individuals; however, said income must be included in the calculation of "modified adjusted gross income" in the determination of whether and to what extent Social Security benefits are subject to Federal income taxation.

APPROVAL OF LEGALITY

Legal matters incident to the authorization, issuance, sale and delivery of the Bonds are subject to the approval of Henry M. Reed III, Reed And Johnson, Louisville, Kentucky, Bond Counsel to the Corporation. The approving legal opinion of Bond Counsel will be printed on the Bonds and will contain a statement of tax exemption as represented herein. Bond Counsel has reviewed the information herein pertaining to the Bonds under the headings "Description of The Bonds", "Absence of State Budget; Litigation", "Certain Provisions of the Bond Resolution", "Certain Provisions of the Contract, Lease and Option", "State Support of Education", "Continuing Disclosure" and "Tax Exemption; Bank Qualified", and is of the opinion that such information is a fair summary of the principal provisions of the instruments and information therein described. Bond Counsel has not otherwise participated in the preparation of the Official Statement and has not verified the accuracy or completeness of the information contained under the headings "The Refunding Plan", "Kentucky Department of Education Supervision", nor of any financial information, enrollment figures, projections, or computations related thereto, and therefore can make no representation with respect to such information.

ABSENCE OF MATERIAL LITIGATION

There is no controversy or litigation of any nature now pending or threatened restraining or enjoining the issuance, sale, execution or delivery of the Bonds, or in any way contesting or affecting the validity of the Bonds or any proceedings of the Corporation taken with respect to the issuance or sale thereof.

FINANCIAL ADVISOR

The Bonds will be sold by the solicitation and receipt of competitive bids. Dupree and Company, Inc., Lexington, Kentucky and First Kentucky Securities Corporation, Frankfort, Kentucky, Financial Advisors to the Corporation, have requested and received permission and approval of the Corporation to bid, either alone or in conjunction with others, on the Bonds. The Financial Advisors have expressed their intent to so bid.

Dupree and Company, Inc. and First Kentucky Securities Corporation will receive a fee, subject to sale and delivery of the Bonds, for their advisory services. Said fee is separate from and in addition to compensation received, if any, for underwriting of the Bonds.

RATING

Moody's Investors Service has given the Bonds the rating set forth on the cover page of this Official Statement. Such rating reflects only the opinion of such organization. There can be no assurance that such rating will be maintained for any given period of time or that it will not be revised or withdrawn entirely. Any downward revision or withdrawal of such rating may have a material adverse effect on the market price of the Bonds.

All quotations from, and summaries and explanations of, the Kentucky Revised Statutes, the Bond Resolution, and the Contract, Lease and Option contained herein do not purport to be complete, and reference is made to such laws and documents for full and complete statements of their provisions. Copies, in reasonable quantity, of the Bond Resolution, and the Contract, Lease and Option may be obtained from First Kentucky Securities Corporation, P. O. Box 554, Frankfort, Kentucky 40602-0554.

This Official Statement does not, as of its date, contain any untrue statement of a material fact or omit to state a material fact which should be included herein for the purpose for which the Official Statement is to be used or which is necessary in order to make the statements contained herein, in the light of the circumstances under which they were made, not misleading in any material respect.

Any statements in this Official Statement involving matters of opinion, whether or not expressly so stated, are intended as such and not as representations of fact. This Official Statement is not to be construed as a contract or agreement between the Corporation and the purchasers or holder of any of the Bonds.

CAMPBELLSVILLE INDEPENDENT SCHOOL DISTRICT FINANCE CORPORATION

/s/ Terry E. Davis
President

APPENDIX A

School District Tax Rates
Property Taxes
Enrollment
General Fund
Capital Outlay Fund
Utilities Gross Receipts Tax for Schools
Funds Available for Debt Service
Outstanding School Building Revenue Bonds

BOARD OF EDUCATION
CAMPBELLSVILLE INDEPENDENT SCHOOL DISTRICT

The Campbellsville Independent School District represents a portion of the County. Because the Board is fully obligated, so long as the Lease remains in effect to pay rental payments equal to the principal of and interest on the total amount of Bonds outstanding, the information on the following pages is submitted as officially reported by the Board or by the Kentucky Department of Education, unless otherwise noted.

SCHOOL DISTRICT TAX RATES CENTS PER $100 VALUE

	2004/05	2003/04	2002/03	2001/02	2000/01
Real Estate	40.3¢	40.4¢	37.3¢	37.2¢	37.2¢
Public Service	40.3¢	40.4¢	37.3¢	37.2¢	37.2¢
Motor Vehicles	55.3¢	55.3¢	55.3¢	55.3¢	55.3¢

SCHOOL DISTRICT PROPERTY TAXES

Assessed Valuation

Year	General Properties	Public Service	Motor Vehicle	Total Assessed Value
2004-05	$294,706,123	$23,497,280	$24,033,439	$342,236,842
2003-04	223,124,064	73,930,275	23,944,359	320,998,698
2002-03	224,176,984	87,786,327	21,452,668	333,415,979
2001-02	210,221,989	13,581,648	20,684,975	244,488,612
2000-01	200,326,399	12,009,887	26,118,158	238,454,444

Taxes Levied and Collected

Year	General Properties	Public Service	Motor Vehicle	Total Levied	Tax Collected	Percent Collected
2004/05	$1,285,542	$94,878	$132,904	$1,513,324	0 *	0.0%
2003/04	1,200,099	63,272	132,412	1,395,783	$1,348,274	96.6%
2002/03	1,108,153	55,470	114,387	1,278,010	1,227,097	96.0%
2001/02	1,029,965	60,204	114,388	1,204,557	1,167,482	96.9%
2000/01	990,810	57,837	121,433	1,170,080	966,965	82.6%
1999/00	837,854	49,904	119,052	1,006,810	1,043,111	103.6%

* Collections begin in November

ENROLLMENT

School Year	Enrollment K-12	Average Daily Attendance
2000-01	1,229	1,141.8
2001-02	1,245	1,133.4
2002-03	1,193	1,084.0
2003-04	1,215	1,052.7
2004-05	1,221	1,157.7

CAMPBELLSVILLE INDEPENDENT SCHOOL DISTRICT
Comparative Statement of Receipts and Disbursements
GENERAL FUND

Fiscal Years Ending June 30

	2006	2005	2004	2003
Cash Balance, July 1	$ 293,410	$ 431,058	$ 430,256	$ 341,293
Adjustment in Beginning Balance	56,590	0	0	0
Beginning Cash Balance, July 1	$ 350,000	$ 431,058	$ 430,256	$ 341,293
RECEIPTS:				
Revenue from Local Sources	2,042,540	2,008,859	1,966,951	1,598,887
Revenue from State Sources	4,547,278	4,076,992	5,230,682	4,024,997
Revenue from Federal Sources	14,000	14,735	24,235	3,539
Other Sources	5,000	66,996	0	203,464
Total Receipts	6,608,818	6,167,582	7,221,868	5,830,887
Total Funds Available	6,958,818	6,598,650	7,652,124	6,172,180
DISBURSEMENTS:				
Total Current Expenses	6,865,902	6,214,168	7,152,910	5,718,941
Fund Transfers	92,916	91,072	68,156	22,983
Total Disbursements	6,958,818	6,305,240	7,221,066	5,741,924
Cash Balance, June 30	$ 0	$ 293,410	$ 431,058	$ 430,256

CAPITAL OUTLAY FUND

Fiscal Years Ending June 30

	2006	2005	2004	2003
Cash Balance, July 1	$ 0	$ 99,731	$ 0	$ 0
RECEIPTS:				
Capital Outlay Allotment	109,700	109,160	108,350	113,810
Transfers In	0	0	1,025,181	0
Total Receipts and Balance	109,700	208,891	1,133,531	113,810
DISBURSEMENTS:				
Debt Service	109,700	208,891	904,750	113,810
Other	0	0	129,050	0
Total Disbursements	109,700	208,891	1,033,800	113,810
Cash Balance, June 30	$ 0	$ 0	$ 99,731	$ 0

Source: Information for fiscal year 2006 was taken from a tentative budget. Information for fiscal year 2005 was taken from an annual financial report (audited financial statement is not ready at this time). Information for fiscal years 2004-2003 was taken from audited financial statements prepared by Wise, Lee & Buckner, PLLC, Certified Public Accountants, Campbellsville, Kentucky.

Utilities Gross Receipts Tax For Schools

Under the provisions of KRS 160.613, 160.615, and 160.617, the Franklin County Board of Education levies a three percent Utility Gross Receipts License Tax for Schools. Receipts from the tax are as follows:

2005/2006 (est.)	2004/2005	2003/2004	2002/2003
$460,000	$505,492	$500,032	$464,407

Funds Available for Debt Service

Beginning with fiscal year 1990-91, capital expenditures in school districts are provided by the segregation of $100 per ADA pupil from the SEEK funds allotment to each district. Expenditures from the Capital Outlay Allotment Fund may be used, up to a maximum of eighty percent (80%) of the annual allotment, for (1) direct payment of construction costs; (2) debt service on voted and funding bonds; (3) lease rental payments in support of bond issues; (4) reduction of deficits resulting from over-expenditures for emergency capital construction; and (5) a reserve for each of the categories enumerated in (1) through (4).

In addition to the Capital Outlay Allotment Fund as described above, each district is required to levy a tax which will produce revenues equivalent to five cents ($0.05) per $100 of assessed value of all property in the district in order to be eligible for participation from the Kentucky School Facilities Construction Commission. Tax receipts MUST be used for purposes enumerated in (1) through (5) above.

Those districts which levy the additional $0.05 tax are also eligible to receive funds from the Facilities Support Program of Kentucky (the "FSPK"). These funds are appropriated separately from the SEEK funds and are distributed to districts in accordance with a formula taking into account outstanding debt and funds available for payment from both local and state sources. FSPK funds MAY be used for purposes enumerated in (1) through (5) above.

The funds available for Capital Outlay purposes, as described above, are not directly pledged for payment of principal and interest on outstanding school building revenue bonds, but as a practical matter and to the extent needed, have been and will continue to be applied to debt service through rental payments on Lease obligations.

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Outstanding School Building Revenue Bonds

Local Participation:

Date of Issue	Final Maturity	Original Amount Issued	Bonds Outstanding as of October 1, 2005
February 1, 1996 (1)	2/1/2016	$1,210,000	$ 940,000
December 1, 1997	12/1/2071	113,880	97,597
July 1, 1999	5/1/2009	440,000	200,000
August 1, 2002	10/1/2012	1,990,000	1,680,000
November 1, 2003 *	11/1/2018	580,000	480,000
November 1, 2004	2/1/2015	1,284,823	1,284,823
Subtotal		$5,618,703	$4,682,420

SFCC Participation (2):

Date of Issue	Final Maturity	Original Amount Issued	Bonds Outstanding as of October 1, 2005
December 1, 1997	12/1/2017	$ 211,120	$ 157,403
November 1, 2004	2/1/2015	135,177	135,177
September 1, 2005	9/1/2025	280,000	280,000
Subtotal		$626,297	$572,580
Total		$6,245,000	$5,255,000

(1) These bonds will be refunded by the Series of 2005 Bonds. See “The Refunding Plan” for more detail.
(2) These bonds are payable by the Kentucky School Facilities Construction Commission.
* Energy Conservation Bonds

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APPENDIX B

Campbellsville, Kentucky
General Information

General Information

Campbellsville, Kentucky, the county seat of Taylor County, is located in South-Central Kentucky, 86 miles southeast of Louisville and 87 miles southwest of Lexington. Campbellsville had a population of 10,752 in 2004. Taylor County's 2004 population was 23,479, and is estimated to be 25,609 in 2020.

Campbellsville University is located in Campbellsville, and there are seven other colleges within 60 miles. There are 22 Kentucky Technical Schools within 60 miles. Seven of the technical schools are post-secondary.

Total Population

	2000	2001	2002	2003	2004
Labor Market Area	163,686	164,729	165,497	166,264	167,503
Taylor County	22,927	23,034	23,202	23,347	23,479
Campbellsville	10,498	10,489	10,643	10,712	10,752

Source: U.S. Department of Commerce, Bureau of the Census.

Population Projections

	2005	2010	2015	2020
Labor Market Area	168,025	173,162	178,919	183,991
Taylor County	23,727	24,262	24,995	25,609

Source: Kentucky State Data Center, University of Louisville and Kentucky Cabinet for Economic Development.

Population by Selected Age Groups, 2000

	Taylor County		Labor Market Area	
	Number	Percent	Number	Percent
Under 18	5,365	23.4	38,941	23.8
18-24	2,381	10.4	15,341	9.4
25-34	2,640	11.5	20,832	12.7
35-44	3,528	15.4	25,076	15.3
45-54	3,111	13.6	22,365	13.7
55-64	2,415	10.5	16,772	10.2
65-74	1,973	8.6	13,143	8.0
75 and older	1,514	6.6	11,216	6.9
Median Age	38.1		37.6	

Source: U.S. Department of Commerce, Bureau of the Census.

Personal Income

	1998	2003	Pct. Change
Taylor County	$17,366	$20,974	20.8%
Kentucky	$22,043	$26,575	20.6%
U.S.	$26,883	$31,472	17.1%
Labor Market Area Range	$15,503 - $22,590	$18,050 - $25,597	

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Households

	2000		2002
	Number of Households	Persons Per Household	Median Household Income
Taylor County	9,233	2.4	$29,003

U.S. Department of Commerce, Bureau of the Census.

Total Available Labor

	Available Labor, 2003			Future Labor: Becoming 18 Years of Age (2005-2009)
	Total	Unemployed	Potential Labor Supply	
Labor Market Area	8,036	5,284	2,752	11,258
Taylor County	1,258	690	568	1,535

Source: U.S. Department of Labor, Bureau of Labor Statistics; Kentucky Cabinet for Economic Development (KCED); U.S. Department of Commerce, Bureau of the Census.
Note: Total Available Labor = Unemployed + Potential Labor Supply.
Unemployed - people currently not employed, but actively seeking work.
Potential Labor Supply: Determined by the national labor force participation rate minus each county's labor force participation rate. Labor force participation rates are calculated by dividing the population by the labor force. NA (Not Applicable) applies to counties with a labor force participation rate greater than the national average.
Future Labor - people becoming 18 years of age (not part of the total available labor statistics).

Civilian Labor Force

	Taylor County		Labor Market Area	
	2004	Jun. 2005	2004	Jun. 2005
Civilian Labor Force	12,016	12,387	79,635	82,466
Employed	11,422	11,661	75,412	77,592
Unemployed	594	726	4,223	4,874
Unemployment Rate (%)	4.9	5.9	5.3	5.9

Source: U.S. Department of Labor, Bureau of Labor Statistics.

Unemployment Rate (%)

Year	Taylor County	Labor Market Area	Kentucky	U.S.
2000	5.2	4.7	4.2	4.0
2001	5.1	5.5	5.3	4.7
2002	6.4	6.0	5.7	5.8
2003	7.3	6.8	6.2	6.0
2004	4.9	5.3	5.3	5.5

Source: U.S. Department of Labor, Bureau of Labor Statistics.

Commuting Patterns

Residents of Taylor County	**2000**	**Percent**
Working and Residing In County	7,488	76.7
Commuting Out of County	2,281	23.3
Total Residents	9,769	100.0
Employees in Taylor County		
Working and Residing In County	7,488	76.5
Commuting Into County	2,294	23.5
Total Employees	9,782	100.0

Source: U.S. Department of Commerce, Bureau of the Census, Journey-To-Work & Migration Statistics Branch.

Average Weekly Wage, 2002

	Taylor County	Kentucky (Statewide)	U.S.	Ohio
All Industries	$442	$577	$697	$640
Agriculture, Forestry, Fishing and Hunting	0	NA	NA	NA
Mining	0	872	1,148	910
Construction	0	630	737	717
Manufacturing	447	732	827	822
Trade, Transportation, and Utilities	450	548	621	576
Information	630	658	1,078	839
Financial Activities	443	691	1,065	796
Services	668	495	610	550
Public Administration	531	617	773	763
Other	293	NA	NA	NA

Source: U.S. Department of Labor, Bureau of Labor Statistics.

Summary of Recent Locations and Expansions, 2002-Present

		Reported	
	Companies	Jobs	Investment
Manufacturing Location	2	69	$2,780,000
Manufacturing Expansion	6	110	$19,935,500
Supportive/Service Location	0	0	$0
Supportive/Service Expansion	1	0	$175,000

Note: Totals include announced locations and expansions.
Source: Kentucky Cabinet for Economic Development (08/18/2005).

Employment by Major Industry by Place of Work, 2002

	Taylor County		Labor Market Area	
	Employment	Percent	Employment	Percent
All Industries	9,240	100.0	55,932	100.0
Agriculture, Forestry, Fishing and Hunting	0	0.0	39	0.1
Mining	0	0.0	NA	NA
Construction	0	0.0	1,569	2.8
Manufacturing	1,941	21.0	14,817	26.5
Trade, Transporation, and Utilities	2,781	30.1	10,243	18.3
Information	113	1.2	628	1.1
Financial Activities	361	3.9	2,040	3.6
Services	2,113	22.9	15,900	28.4
Public Administration	302	3.3	2,301	4.1
Other	1	0.0	NA	NA

Source: U.S. Department of Labor, Bureau of Labor Statistics.

Major Business & Industry

Firm	Product(s)/Service(s)	Emp.	Year Established
Campbellsville			
Adanta Human Development Services	Sheltered workshop: contract assembling & light bench woodworking; assemble screws and washers, count and package screws; count concrete nails and box.	21	1976
Airguard	Air filtration products	187	2000
Amazon.com	Fulfillment Center. Receive items available on the website into inventory and ship the customer orders from this facility.	500	1999
Campbellsville Apparel	Men's t-shirts & briefs	197	1999
Campbellsville Industries Inc	Ornamental metal & aluminum fabricating; steeples, cupolas, crosses, cornices, awnings, columns, louvers, shutters, railings & balusters	125	1955
Central Kentucky Glass Co	Aluminum store front frames	30	1975
Central Kentucky News Journal	Newspaper & shoppers guide publishing	15	1910
Classic Kitchens Inc	Custom wooden cabinets, vanities & bookcases	32	1983
Cox Interior Inc	Hardwood moldings, trim, stair parts, interior doors & mantels	760	1983
Creation Sportswear Inc	Textile screen printing	20	1984
Farmer's Gate Co	Steel gates, coral panels, round bale feeders, walk-thrus	16	1997
Fleetwood Travel Trailers of Kentucky	Travel Trailers	200	2000
Frost-Arnett Co	Collection agency	87	1999
Ingersoll-Rand Co	Vacuum pumps & air & gas compressors	180	1969
J & D Auto Electric Inc	Starter, alternator & generator rebuilding service	15	1983
Murakami Manufacturing USA	Motor vehicle parts & accessories, exterior mirrors	150	2001
National Data Questing Inc	Market Research Call Center	120	1999
Parker-Kalon	Threaded fasteners	90	1964
Poly Pro LLC	Interior & exterior molding components made of a polyurethane foam.	15	1999
Tec-Fab Inc	Custom sheet metal fabricating: bell towers, church steeples, cupolas, cornices, crosses & columns	15	1978
UpStream	Travel service - call center	200	1999
Whitney Lumber Inc	Hardwood lumber	25	1952
Wholesale Hardwood Interiors	Custom millwork, hardwood flooring, interior moldings, door & stair parts	80	1985

Source: Kentucky Cabinet for Economic Development (08/18/2005).

APPENDIX C

Estimated Debt Service Requirements on Series of 2005 Refunding Bonds

CAMPBELLSVILLE INDEPENDENT DISTRICT FINANCE CORPORATION
SCHOOL BUILDING REFUNDING REVENUE BONDS
SERIES OF 2005

Estimated Debt Service Requirements

FY 6/30	Existing Debt Service (1)	Principal	Interest	Total P&I	FY Total
2006	$416,390.24	$45,000	$11,993.33	$56,993.33	$473,383.57
2007	386,731.63	50,000	34,697.50	84,697.50	471,429.13
2008	387,180.38	45,000	33,222.50	78,222.50	465,402.88
2009	381,547.47	50,000	31,872.50	81,872.50	463,419.97
2010	388,982.59	50,000	30,297.50	80,297.50	469,280.09
2011	381,855.48	55,000	28,672.50	83,672.50	465,527.98
2012	388,838.60	50,000	26,830.00	76,830.00	465,668.60
2013	389,918.57	55,000	25,105.00	80,105.00	470,023.57
2014	405,389.31	60,000	23,152.50	83,152.50	488,541.81
2015	404,831.59	65,000	20,962.50	85,962.50	490,794.09
2016	9,303.61	475,000	18,525.00	493,525.00	502,828.61
2017	41,888.86	-	-	-	41,888.86
2018	42,669.25	-	-	-	42,669.25
2019	3,189.01	-	-	-	3,189.01
2020	2,365.00	-	-	-	2,365.00
2021	1,529.52	-	-	-	1,529.52
2022	684.14	-	-	-	684.14
2023	4,722.04	-	-	-	4,722.04
2024	3,640.83	-	-	-	3,640.83
2025	2,546.88				2,546.88
2026	1,668.31				1,668.31
Total	$4,045,873.31	$1,000,000	$285,330.83	$1,285,330.83	$5,331,204.14

(1) Existing debt service does not include the debt service requirements on the portion of the Prior Bonds which will be refunded by the Series of 2005 Bonds.

Source: Fiscal Agent

APPENDIX D

Continuing Disclosure Agreement

CONTINUING DISCLOSURE AGREEMENT

This Continuing Disclosure Agreement ("Agreement") made and entered into as of the 1st day of October, 2005 by and between the Board of Education of the Campbellsville Independent School District ("Board"); the Campbellsville Independent School District Finance Corporation, an agency and instrumentality of the Board ("Corporation") and the Registered and Beneficial Owners of the Bonds hereinafter identified as third party beneficiaries to this Agreement. For the purposes of this Agreement "Beneficial Owner" means the person or entity treated as the owner of the Bonds for federal income tax purposes and "Registered Owner" means the person or entity named on the registration books of the bond registrar.

The Board has never failed under previous written agreements to comply in all material respects with any previous undertaking with regard to the Rule to provide required financial reports or notices of material events.

W I T N E S S E T H:

WHEREAS, the Corporation has acted as issuing agency for the Board pursuant to the provisions of Section 162.385 of the Kentucky Revised Statutes ("KRS") and the Corporation's Bond Resolution in connection with the authorization, sale and delivery of $1,000,000 of the Corporation's School Building Refunding Revenue Bonds, Series of 2005, dated October 1, 2005 ("Bonds"), which Bonds were offered for sale under the terms and conditions of a Final Official Statement ("FOS") prepared by First Kentucky Securities Corporation, Frankfort, Kentucky ("Financial Advisor") and approved by the authorized representatives of the Board and the Corporation, and

WHEREAS, the Securities and Exchange Commission ("SEC"), pursuant to the Securities and Exchange Act of 1934, has amended the provisions of SEC Rule 15c2-12 relating to financial disclosures by the issuers of municipal securities under certain circumstances ("Rule"), and

WHEREAS, it is intended by the parties to this Agreement that all terms utilized herein shall have the same meanings as defined by the Rule, and

WHEREAS, the Board is an "obligated person" as defined by the Rule and subject to the provisions of said Rule, and

WHEREAS, failure by the Board and the Corporation to observe the requirements of the Rule will inhibit the subsequent negotiation, transfer and exchange of the Bonds with a resulting diminution in the market value thereof to the detriment of the Registered and Beneficial Owners of said Bonds and the Board;

NOW, THEREFORE, in order to comply with the provisions of the Rule and in consideration of the purchase of the Bonds by the Registered and Beneficial Owners, the parties hereto agree as follows:

1. ANNUAL FINANCIAL INFORMATION.

The Board agrees to provide the annual financial information contemplated by Rule 15c2-12(d)(2) relating to the Board for its fiscal years ending June 30 as follows:

(A) Upon request to any person or at least annually to the appropriate State Information Depository ("SID"), if any, financial information or operating data regarding the Board for which financial information or operating data is presented in the FOS, as specified in the undertaking, which financial information and operating data shall include, at a minimum, that financial information and operating data which is customarily prepared by the Board and is publicly available; and

(B) In a timely manner, to each Nationally Recognized Municipal Securities Information Repository ("NRMSIRS") or to the Municipal Securities Rulemaking Board ("MSRB"), and to the appropriate SID, if any, notice of events specified in Section 15c12(b)(5)(i)(C) of the Rule with respect to the Bonds.

For the purposes of the Rule "annual financial information" means financial information or operating data provided annually, of the type included in the FOS with respect to the Board, and shall include annual audited financial statements for the Board in order that the recipients will be provided with ongoing information regarding revenues and operating expenses of the Board.

The annual financial information shall be prepared in accordance with Generally Accepted Accounting Principles or in accordance with the appropriate sections of KRS or Kentucky Administrative Regulations.

The parties hereto agree that this Agreement is entered into among them for the benefit of those who become Registered and Beneficial Owners of the Bonds as third party beneficiaries to said Agreement.

2. MATERIAL EVENTS NOTICES.

Under the Rule, Section 15c2-12(b)(5)(i)(C), the following eleven (11) events must be disclosed to the Nationally Recognized Municipal Securities Information Repositories ("NRMSIRS") or to the SID, if any, and the Municipal Securities Rule Making Board ("MSRB"):

(1) Principal and interest payment delinquencies;

(2) Nonpayment related defaults;

(3) Unscheduled draws on debt service reserves reflecting financial difficulties;

(4) Unscheduled draws on credit enhancements reflecting financial difficulties;

(5) Substitution of credit or liquidity providers, or their failure to perform;

(6) Adverse tax opinions or events affecting the tax-exempt status of the Bonds;

(7) Modifications to rights of Bondholders;

(8) Bond calls;

(9) Defeasances;

(10) Release, substitution or sale of property securing the repayment of the Bonds; and

(11) Rating changes.

Notice of said material events shall be given to the entities identified in this Section by the Board on a timely basis in light of the date of occurrence of the material events. Notwithstanding the foregoing, the provisions of the documents under which the Bonds are authorized and issued do not provide for a debt service reserve, credit enhancements or credit or liquidity providers.

In accordance with Rule Section 15c2-12(b)(5)(i)(D), the Board agrees that in the event of a failure to provide the financial information required under Section 1 of this Agreement, it will notify each NRMSIR or MSRB and SID of such failure in a timely manner.

3. SPECIAL REQUESTS FOR INFORMATION.

Upon the request of any Registered or Beneficial Owner of the Bonds or the original purchaser of the Bonds or any subsequent broker-dealer buying or selling said Bonds on the secondary market

("Underwriters"), the Board shall cause financial information or operating data regarding the conduct of the affairs of the Board to be made available on a timely basis following such request as set forth in Section 1.

4. DISCLAIMER OF LIABILITY.

The Board and the Corporation hereby disclaim any liability for monetary damages for any breach of the commitments set forth in this Agreement and remedies for any breach of the Board's continuing disclosure undertaking shall be limited to an action for specific performance or mandamus in a court of competent jurisdiction in Kentucky following notice and an opportunity to cure such a breach.

5. FINAL OFFICIAL STATEMENT.

That the Final Official Statement prepared by the Financial Advisor and approved by the authorized representatives of the Board and the Corporation is hereby incorporated in this Agreement as fully as if copied herein and the "financial information" required under Section 1 hereof shall in summary form update the specific information set forth in said FOS.

6. DURATION OF THE AGREEMENT.

This Agreement shall be in effect so long as any of the Bonds remain outstanding and unpaid; provided, however, that the right is reserved in the Board to delegate its responsibilities under the Agreement to a competent agent or trustee, or to adjust the format of the presentation of annual financial information so long as the intent and purpose of the Rule to present adequate and accurate financial information regarding the Board is served.

7. AMENDMENT; WAIVER

Notwithstanding any other provision of this Agreement, the Board may amend this Agreement, and any provision of this Agreement may be waived, provided that the following conditions are satisfied:

(a) If the amendment or waiver relates to the provisions of Section 1, 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 Bond Resolution for amendments to the Bond Resolution with the consent of the holders of the Bonds, or (ii) does not, in the opinion of nationally recognized bond counsel, materially impair the interests of the Registered Owners or Beneficial Owners of the Bonds.

In the event of any amendment or waiver of a provision of this Agreement, the Board shall describe such amendment or waiver in the next Annual Report, 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 Board. 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 material event under Section 15c2-12(b)(5)(i)(c) of the Rule, and (ii) the Annual Report for the year in which the change is made should present a comparison (in narrative form and also, if feasible, in quantitative form) 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.

8. DEFAULT

In the event of a failure of the Board to comply with any provision of this Agreement, the Corporation may and, at the request of any Underwriter or any Registered Owners or Beneficial Owner of Bonds, shall take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Board to comply with its obligations under this Agreement. A default under this Agreement shall not be deemed an Event of Default under the Bond Resolution, and the sole remedy under this Agreement in the event of any failure of the Board to comply with this Agreement shall be an action to compel performance.

In witness whereof the parties hereto have executed this Agreement as of the date first above written.

BOARD OF EDUCATION OF THE CAMPBELLSVILLE INDEPENDENT SCHOOL DISTRICT

____
Chairman

Attest:

____
Secretary

CAMPBELLSVILLE INDEPENDENT SCHOOL DISTRICT FINANCE CORPORATION

____
President

Attest:

____
Secretary

OFFICIAL TERMS AND CONDITIONS OF BOND SALE

$1,000,000*
Campbellsville (Kentucky) Independent School District Finance Corporation
School Building Refunding Revenue Bonds, Series of 2005
Dated October 1, 2005

SALE: October 4, 2005 AT 1:00 P.M., E.D.S.T.

The Campbellsville (Kentucky) Independent School District Finance Corporation (the "Corporation") will until 1:00 P.M., E.D.S.T., on October 4, 2005 receive at the office of Dr. Robert E. Tarvin, Executive Director, the Kentucky School Facilities Construction Commission, 229 West Main St., Suite 102, Frankfort, Kentucky 40601, competitive bids for the purchase of $1,000,000 principal amount of Campbellsville Independent School District Finance Corporation School Building Refunding Revenue Bonds, Series of 2005 (the "Refunding Bonds"), dated and bearing interest from October 1, 2005, payable on February 1, 2006, and semi-annually thereafter, in denominations in multiples of $5,000 within the same maturity, maturing on February 1 in each of the years as follows:

Maturity	Principal Amount*	Maturity	Principal Amount*
2006	$ 45,000	2012	$ 50,000
2007	50,000	2013	55,000
2008	45,000	2014	60,000
2009	50,000	2015	65,000
2010	50,000	2016	475,000
2011	55,000		

*Subject to the Permitted Adjustment increasing or decreasing the principal amount of Refunding Bonds to be sold by 10%.

REDEMPTION PROVISIONS; REGISTRAR/PAYING AGENT

The Bonds are NOT subject to redemption at the option of the Corporation prior to their stated maturities.

The Refunding Bonds are to be issued in fully registered form (both principal and interest). The Huntington National Bank, Cincinnati, Ohio, Bond Registrar and Paying Agent, shall remit interest on each semiannual due date to Cede & Co., as nominee of The Depository Trust Company. Please see "Book-Entry Only System" below.

CAMPBELLSVILLE (KENTUCKY) INDEPENDENT SCHOOL DISTRICT FINANCE CORPORATION

The Corporation has been formed in accordance with the provisions of Sections 162.120 through 162.290 and Section 162.385 of the Kentucky Revised Statutes ("KRS"), and KRS Chapter 273 and KRS 58.180, as a non-profit, non-stock corporation for the purpose of financing necessary school building facilities for and on behalf of the Board of Education of the Campbellsville Independent School District (the "Board"). Under the provisions of existing Kentucky law, the Corporation is permitted to act as an agency and instrumentality of the Board for financing purposes and the legality of the financing plan to be implemented by the Bonds herein referred to has been upheld by the Kentucky Court of Appeals (Supreme Court) in the case of White v. City of Middlesboro, Ky. 414 S.W.2d 569.

AUTHORITY AND PURPOSE; REFINANCING PLAN

The Refunding Bonds are being issued under and in full compliance with the Constitution and Statutes of the Commonwealth of Kentucky, including Sections 162.120 through 162.290, 162.385, and Section 58.180 of the Kentucky Revised Statutes, within the meaning of the decision of the Court of Appeals of Kentucky (Supreme Court) in the case of Hemlepp v. Aronberg, 369 S.W.2d 121, for the purpose of providing funds to prepay, redeem and retire all of the outstanding Campbellsville Independent School District Finance Corporation School Building Revenue Bonds, Series of 1996, dated February 1, 1996 (the "1996 Bonds" or the "Prior Issue") maturing February 1, 2006 and thereafter (the "Defeased Bonds").

The Prior Bonds were issued by the Corporation for the purpose of financing school building improvements on behalf of the Board consisting of renovations of portions of the Campbellsville High/Elementary School (the "1996 Project").

The 1996 Bonds maturing on February 1 in each of the years 2007 through 2016 in the aggregate principal amount of $905,000 shall be redeemed prior to their stated maturities on February 1, 2006.

Sufficient proceeds of the Refunding Bonds will be deposited in a special 2005Escrow Fund and invested in U.S. Government Obligations or Certificates of Deposit collateralized by said Obligations so that said proceeds, plus the interest income therefrom will be sufficient to pay the accruing interest and retire in full on February 1, 2006 (the “Defeased Bonds”).

SECURITY FOR REFUNDING BONDS

The Bonds of the Prior Issue were issued under the authority of Sections 162.120 through 162.290 and 162.385 of the Kentucky Revised Statutes for the purpose of providing funds to finance the construction of school building improvements for the Board consisting of renovations of portions of the Campbellsville High/Elementary School (the "1996 Project"). Under the terms of the Series of 1996 Bond Resolution authorizing the Prior Issue, those Bonds are payable from the income and revenues of the Project financed from the proceeds thereof. The Bonds of the Prior Issue are secured by a statutory mortgage lien upon and a pledge of revenues from the rental of the Project to the Board by the Corporation under the Contract, Lease and Option, dated February 1, 1996 (the "Prior Lease").

The aggregate principal amount of the Prior Issue outstanding as of October 1, 2005 is $940,000, scheduled to mature on February 1 in each of the years 2006 through 2016. The Bonds of the Prior Issue constitute the only outstanding bonded indebtedness payable from or secured by the school Project financed from the proceeds thereof.

The Corporation will lease the Project to the Board under the 2005 Lease at sufficient rentals to amortize the Refunding Bonds.

The Corporation and the Board have entered a Contract, Lease and Option, dated as of October 1, 2005 (the "2005 Lease"). The Refunding Bonds are secured by a statutory mortgage lien on the 1996 Project leased to the Board under the 2005 Lease and by a pledge of the rental revenues derived under the 2005 Lease.

Under the 2005 Lease the Board has leased the 1996 Project securing the Refunding Bonds in accordance with the provisions of KRS 162.140 for an initial period from October 1, 2005 through June 30, 2006, with the option in the Board to renew said 2005 Lease from year to year for one year at a time, at annual rentals, sufficient in each year to enable the Corporation to pay, solely from the rentals due under the 2005 Lease, the principal and interest on all of the Refunding Bonds as same become due.

In addition, the 2005 Lease provides that the Prior Lease will be canceled effective upon the deposit of the prceeds of the Refunding Bonds into the 2005 Escrow Fund and the retirement of the Remaining Bonds. The 2005 Lease provides further that so long as the Board exercises its annual renewal options, its rentals will be payable according to the terms and provisions of the 2005 Lease until February 1, 2016, the final maturity date of the Refunding Bonds, and such annual rentals shall be deposited as received in the Bond Fund for the Refunding Bonds and used and applied for the payment of all maturing principal of and interest on the Refunding Bonds.

Under the terms of the 2005 Bond Resolution and the 2005 Lease the statutory mortgage lien securing the Refunding Bonds which is created and granted pursuant to KRS 162.200 upon the school Project is and shall be restricted in its application to the exact location of said school buildings and to such easements and rights of way for ingress, egress and the rendering of services thereto as may be necessary for the proper use and maintenance of said school buildings; the right being reserved to erect or construct upon any land not occupied by the school Project other independently financed school buildings, free and clear of said statutory mortgage lien, which other independently financed school buildings may or may not have a party wall with and adjoin said school buildings constituting the Project, provided no part of the cost of said other independently financed school buildings is paid from the proceeds of the sale of the Refunding Bonds.

Under the terms of the 2005 Lease, and any renewal thereof, the Board has agreed so long as the Bonds remain outstanding, and in conformance with the intent and purpose of KRS 160.160(5), in the event of a failure by the Board to pay the rentals due under the 2005 Lease, and unless sufficient funds have been transmitted to the Paying Agent, or will be so transmitted, for paying said rentals when due, the Board has granted under the terms of the 2005 Lease to the Corporation the right to notify and request the Kentucky Department of Education to withhold from the Board a sufficient portion of any undisbursed funds then held, set aside, or allocated to the Board and to request said Department or Commissioner of Education to transfer the required amount thereof to the Paying Agent for the payment of such rentals.

BIDDING CONDITIONS AND RESTRICTIONS

(A)The terms and conditions of the sale of the Refunding Bonds are as follows:

(1)Bids must be made on Official Bid Form, contained in Information for Bidders available from the undersigned or First Kentucky Securities Corporation, Frankfort, Kentucky, or by visiting www.firstky.com submitted manually, by facsimile or electronically via PARITY® *INFRA*.

(2)Electronic bids for the Bonds must be submitted through PARITY® and no other provider of electronic bidding services will be accepted. Subscription to the PARITY® Competitive Bidding System is required in order to submit an electronic bid. The Corporation will neither confirm any subscription nor be responsible for the failure of any prospective bidders to subscribe. For the purposes of the bidding process, the time as maintained by PARITY® shall constitute the official time with respect to all bids whether in electronic or written form. To the extent any instructions or directions set forth in PARITY® conflict with the terms of the Official Terms and Conditions of Sale of Bonds, this Official Terms and Conditions of Sale of Bonds shall prevail. Electronic bids made through the facilities of PARITY® shall be deemed an offer to purchase in response to the Notice of Bond Sale and shall be binding upon the bidders as if made by signed, sealed written bids delivered to the Corporation. The Corporation shall not be responsible for any malfunction or mistake made by or as a result of the use of the electronic bidding facilities provided and maintained by PARITY®. The use of PARITY® facilities are at the sole risk of the prospective bidders. For further information regarding PARITY®, potential bidders may contact PARITY®, telephone (212) 404-8102. Notwithstanding the foregoing non-electronic bids may be submitted via facsimile or by hand delivery utilizing the Official Bid Form.

(3)The minimum bid shall be not less than $990,000 (99% of par) plus accrued interest. Interest rates shall be in multiples of 1/8 or 1/20 of 1% or both. Only one interest rate shall be permitted per Bond, and all Bonds of the same maturity shall bear the same rate. Interest rates must be on an ascending scale, in that the interest rate stipulated in any year may not be less than that stipulated for any preceding maturity. There is no limit on the number of different interest rates.

(4)The determination of the best purchase bid for said Refunding Bonds shall be made on the basis of all bids submitted for exactly $1,000,000 principal amount of Refunding Bonds offered for sale under the terms and conditions herein specified; provided, however, the Corporation reserves the right to increase or decrease the total principal amount of Refunding Bonds sold to such best bidder, in the amount of not exceeding $1,000,000, with such increase or decrease to be made in any maturity, and the total amount of Refunding Bonds awarded to such best bidder will be a minimum of $900,000 or a maximum of $1,100,000. In the event of any such adjustment, no rebidding or recalculation of a submitted bid will be required or permitted. The price at which such adjusted principal amount of Bonds will be sold will be at the same price per $5,000 of Refunding Bonds as the price per $5,000 for the $1,000,000 of Refunding Bonds bid.

(5)The successful bidder may elect to notify the Financial Advisor within twenty-four (24) hours of the award of the Bonds that certain serial maturities as awarded may be combined with immediately succeeding serial maturities as one or more Term Bonds; provided, however, (a) bids must be submitted to permit only a single interest rate for each Term Bond specified, and (b) Term Bonds will be subject to mandatory redemption by lot on February 1 in accordance with the maturity schedule setting the actual size of the issue.

(6)The successful purchaser shall be required (without further advice from the Corporation) to wire transfer an amount equal to 2% of the principal amount of Refunding Bonds actually awarded to the Paying Agent Bank, The Huntington National Bank, Cincinnati, Ohio, Attn: Ms. Cheri Scott Geraci (513-366-3073) by the close of business on the day following the award as a good faith deposit said amount will be applied (without interest) to the purchase price upon delivery and will be forfeited if the purchaser fails to take delivery.

(7) All Refunding Bonds of the same maturity shall bear the same and a single interest rate from the date thereof to maturity.

(8)The right to reject bids for any reason deemed acceptable by the Corporation, and the right to waive any possible informalities or irregularities in any bid, which in the sole judgment of the Corporation shall be minor or immaterial, is expressly reserved.

(9)CUSIP identification numbers will be printed on the Refunding Bonds at the expense of the Corporation. The purchaser shall pay the CUSIP Service Bureau assignment charge. Improper imprintation or the failure to imprint CUSIP numbers shall not constitute cause for a failure or refusal by the purchaser to accept delivery of and pay for said Refunding Bonds in accordance with the terms of any accepted proposal for the purchase of said Bonds.

(B) The Bonds will be delivered utilizing the DTC Book-Entry-Only-System.

(C) Said Bonds are offered for sale on the basis of the principal of said Bonds not being subject to Kentucky ad valorem taxation and on the basis of the interest on said Bonds not being subject to Federal or Kentucky income taxation on the date of their delivery to the successful bidder. See TAX EXEMPTION below.

(D) The Corporation shall provide to the successful purchaser a Final Official Statement in accordance with SEC Rule 15c2-12.

(E) If, prior to the delivery of the Bonds, any event should occur which alters the tax exempt status of the Bonds, or of the interest thereon, the purchaser shall have the privilege of avoiding the purchase contract by giving immediate written notice to the Corporation, whereupon the good faith check of the purchaser will be returned to the purchaser, and all respective obligations of the parties will be terminated.

(F) The Corporation and the Board agree to cooperate with the successful bidder in the event said purchaser desires to purchase municipal bond insurance regarding the Refunding Bonds; provided, however, that any and all expenses incurred in obtaining said insurance shall be solely the obligation of the successful bidder should the successful bidder so elect to purchase such insurance.

STATE SUPPORT OF EDUCATION

The 1990 Regular Session of the General Assembly of the Commonwealth enacted a comprehensive legislative package known as the Kentucky Education Reform Act ("KERA") designed to comply with the mandate of the Kentucky Supreme Court that the General Assembly provide for as efficient and equitable system of schools throughout the State.

KERA became fully effective on July 13, 1990. Elementary and Secondary Education in the Commonwealth is supervised by the Commissioner of Education as the Chief Executive Officer of the State Department of Education ("DOE"), an appointee of the reconstituted Kentucky Board of Education (the "State Board"). Some salient features of KERA are as follows:

KRS 157.330 establishes the fund to Support Education Excellence in Kentucky ("SEEK") funded from biennial appropriations from the General Assembly for distribution to school districts. The base funding guaranteed to each school district by SEEK for operating and capital expenditures is determined in each fiscal year by dividing the total annual SEEK appropriation by the state-wide total of pupils in average daily attendance ("ADA") in the preceding fiscal year; the ADA for each district is subject to adjustment to reflect the number of at risk students (approved for free lunch programs under state and federal guidelines), number and types of exceptional children, and transportation costs.

KRS 157.420 establishes a formula which results in the allocation of funds for capital expenditures in school districts at $100 per ADA pupil of the SEEK allotment for the current biennium which is required to be segregated into a Capital Outlay Allotment Fund which may be used only for (1) direct payment of construction costs; (2) debt service on voted and funding bonds; (3) lease rental payments in support of bond issues; (4) reduction of deficits resulting from over expenditures for emergency capital construction; and (5) a reserve for each of the categories enumerated in 1 through 4 above.

KRS 157.440(1) requires that effective for fiscal years beginning July 1, 1990 each school district <u>shall</u> levy a minimum equivalent tax rate of $.30 for general school purposes. The equivalent tax rate is defined as the rate which results when the income collected during the prior year from all taxes levied by the district (including utilities gross receipts license and special voted) for school purposes is divided by the total assessed value of property, plus the assessment for motor vehicles certified by the Revenue Cabinet of the Commonwealth. Any school district board of education which fails to comply with the minimum equivalent tax rate levy shall be subject to removal from office.

KRS 157.440(2) provides that for fiscal years beginning July 1, 1990 each school district <u>may</u> levy an equivalent tax rate which will produce up to 15% of those revenues guaranteed by the SEEK program. Any increase beyond the 4% annual limitation imposed by KRS 132.017 is not subject to the recall provisions of that Section. Revenue generated by the 15% levy is to be equalized at 150% of the state-wide average per pupil equalized assessment.

KRS 157.440(2) permits school districts to levy up to 30% of the revenue guaranteed by the SEEK program, plus the revenue produced by the 15% levy, but said additional tax will not be equalized with state funds and will be subject to recall by a simple majority of those voting on the question.

KRS 157.620(1) also provides that in order to be eligible for participation from the Kentucky School Facilities Construction Commission for debt service on bond issues the district must levy a tax which will produce revenues equivalent to $.05 per $100 of the total assessed value of all property in the district (including tangible and intangible property and motor vehicles) in addition to the minimum $.30 levy required by KRS 160.470(12). A district having a special voted tax which is equal to or higher than the required $.05 tax, must commit and segregate for capital purposes at least an amount equal to the required $.05 tax. Those districts which levy the additional $.05 tax are also eligible for participation in the Kentucky Facilities Support ("KFS") program for which funds are appropriated separately from SEEK funds and are distributed to districts in accordance with a formula taking into account outstanding debt and funds available for payment from both local and state sources under KRS 157.440(1)(b).

KRS 160.460 provides that as of July 1, 1994 all real property located in the Commonwealth subject to local taxation shall be assessed at 100% of fair cash value.

ADOPTION OF STATE BUDGET; LITIGATION

On March 8, 2005 both Houses of the 2005 Regular Session of the Kentucky General Assembly each approved a State Budget for the fiscal year ending June 30, 2006. The Budget was sent to the Governor who exercised his line item veto power as to certain matters. The final Budget was ratified by the General Assembly on March 22, 2005 and is now in effect through June 30, 2006.

On April 13, 2004, the Regular Session of the Kentucky General Assembly adjourned without adopting a State Budget for the biennium beginning July 1, 2004.

The Governor stated his intention that beginning July 1, 2004 he would authorize State expenditures by Executive Order. The Executive Order authorization was employed by a previous Governor in 2002 when confronted with a similar situation; however, serious constitutional questions have precipitated test litigation as noted below. The Executive Spending Plan has proceeded since July 1, 2004 as if the Budget for the biennium ending June 30, 2004 had not expired.

The Attorney General of the Commonwealth filed a lawsuit on May 27, 2004 in Franklin Circuit Court (Case No. 04-CI-00719) seeking a Declaration of Rights and determination of the Governor's authority, through an Executive Spending Plan implemented by Executive Order, to suspend statutory laws which have traditionally been effected by enactment of a State Budget. The suit named the Governor, the Treasurer, the Secretary of the Finance and Administration Cabinet as well as the President of the Senate and the Speaker of the House of Representatives as Defendants.

On December 15, 2004 the Franklin Circuit Court entered an Order emphatically upholding the separation of powers doctrine set forth in various sections of the Kentucky Constitution. The Courts strict interpretation prohibits the executive branch from usurping the legislative branch's sole responsibility to appropriate State funds, but at the same time prohibits the legislative branch from abdicating its sole responsibility to sole appropriate. The decision specifically determines that the Executive Spending Plan now in effect is unconstitutional, but permits it to continue until the end of the current fiscal year on June 30, 2005; after which date no expenditures will be permitted except for essential governmental functions. All of the Defendants appealed separately from the decision and the appeals were consolidated as a single action before the Supreme Court of Kentucky.

On May 19, 2005 the majority of the Supreme Court rendered its Decision upholding the lower Court's determination that the Executive Spending Plan was unconstitutional but reversed that part of the decision which permitted expenditures for essential governmental operations. While the decision upholds the strict interpretation of separation of powers, it indicates there is no Constitutional mandate that the Legislature adopt a Budget even though such adoption is clearly intended. In the absence of a Budget the Governor is limited to only those expenditures contemplated by the Kentucky Constitution, Statutes of the Commonwealth (regardless of whether or not the Constitutional and Statutory provisions set forth specific dollar amounts or not) for expenditures and federal mandates; at the present time Kentucky does not have an "automatic" statutory provision or "continuing resolution" to fill the gap in absence of the enactment of the Budget as scheduled.

A separate suit filed in Franklin Circuit Court by sixteen students and their parents from eight South Central Kentucky School Districts as a class action naming the Governor, the President of the Senate, the Speaker of the House and the General Assembly of Kentucky as Defendants and seeking to have the Court (a) declare Kentucky's educational funding system unconstitutional; (b) mandate the adoption of a Budget by the General Assembly implementing school funding on an equal basis among school districts adequate to provide proper education; and (c) provide for monitoring the implementation of a new school funding system, remains subject to judicial determination.

It is not now anticipated that any reorganization of school funding at the State level will result in the diminution of security for these Bonds.

CONTINUING DISCLOSURE

As a result of the principal amount of Bonds offered exceeding $1,000,000 but being less than $10,000,000, the Corporation and Board will execute a Continuing Disclosure Agreement complying with the provisions of Securities and Exchange Commission Rule 15c2-12.

Financial information regarding the Board may be obtained from the Superintendent, Campbellsville Independent Schools, 136 S. Columbia, Campbellsville, Kentucky 42718, Telephone: (270) 465-4162.

TAX EXEMPTION; BANK ELIGIBLE

Bond Counsel is of the opinion that the Refunding Bonds are "qualified tax-exempt obligations" within the meaning of the Internal Revenue Code of 1986, as amended, and therefore advises as follows:

(A) The Refunding Bonds and the interest thereon are exempt from income and ad valorem taxation by the Commonwealth of Kentucky and all of its political subdivisions.

(B) The interest income from the Refunding Bonds is excludable from the gross income of the recipient thereof for Federal income tax purposes under existing law; provided, that the corporate entities noted below are advised of certain tax consequences as follows:

(1)In the computation of the corporate minimum tax, earnings and profits may include otherwise tax-exempt interest on the Refunding Bonds; this provision applies to corporations only.

(2)Property and casualty insurance companies may be denied certain loss reserve deductions to the extent of otherwise tax-exempt interest on the Refunding Bonds.

(C) As a result of designations and certifications by the Board and the Corporation, indicating the issuance of not more than $10,000,000 of qualified tax-exempt obligations during either the calendar year ending December 31, 2005, the Bonds may be treated by financial institutions as if they were acquired before August 8, 1986.

(D) The interest income from the Refunding Bonds is excludable from the gross income of the recipient thereof for Federal income tax purposes under existing law for individuals; however, said income must be included in the calculation of "modified adjusted gross income" in the determination of whether and to what extent Social Security benefits are subject to Federal income taxation.

The Corporation will provide the purchaser the customary no-litigation certificate, and the final approving Legal Opinion of Henry M. Reed III, Reed & Johnson, Bond Counsel, Louisville, Kentucky approving the legality of the Bonds and separate legal opinion as Special Tax Counsel, with respect to compliance with the requirements for tax-exempt bonds (including the "arbitrage rules") of the Internal Revenue Code of 1986, as amended. These opinions will accompany the Bonds when delivered, without expense to the purchaser.

BOOK-ENTRY-ONLY SYSTEM

The Refunding Bonds shall utilize the Book-Entry-Only-System administered by The Depository Trust Company (“DTC”)..

DTC will act as securities depository for the Bonds. The Bonds initially will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee). One fully-registered Bond Certificate will be issued, in the aggregate principal amount of the Bonds, and will be deposited with DTC.

DTC is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the 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 securities that its participants ("Participants") deposit with DTC. DTC also facilitates the settlement among Participants of securities transactions, such as transfers and pledges, in deposited securities through electronic computerized book-entry changes in Participants' accounts, thereby eliminating the need for physical movement of securities certificates. “Direct Participants” include securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is owned by a number of its Direct Participants and by the New York Stock Exchange, Inc., the American Stock Exchange, Inc., and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as securities brokers and dealers, banks, and trust companies that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). The Rules applicable to DTC and its participants are on file with the Securities and Exchange Commission.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participant's records. Beneficial Owners will not receive written confirmation from DTC of their purchase, but Beneficial Owners are 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 into the transaction. Transfers of ownership interests in the Bonds ("Beneficial Ownership Interest") are to be accomplished by entries made on the books of Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their Beneficial Ownership interests in Bonds, except in the event that use of the book-entry system for the Securities is discontinued. Transfers of ownership interest in the Securities are to be accomplished by entries made on the books of Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. The deposit of Bonds with DTC and their registration in the name of Cede & Co., effect no change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The 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.

Redemption notices shall be sent to Cede & Co.. If less than all of the Bonds are being redeemed, DTC's practice is to determine by lot the amount of the interest of each District Participant in the Bonds to be redeemed.

Neither DTC nor Cede & Co. will consent or vote with respect to Bonds. Under its usual procedures, DTC mails an Omnibus Proxy to the 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 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments of the Bonds will be made to DTC. DTC's practice is to credit Direct Participants' account on payable date in accordance with their respective holdings shown on DTC's records unless DTC has reason to believe that it will not receive payment on payable date. 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, the Issuer, or the Trustee, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to DTC is the responsibility of the Issuer or the Trustee, disbursements of such payments to Direct Participants shall be the responsibility of DTC, and disbursements of such payment to the Beneficial Owners shall be the responsibility of Direct and Indirect Participants.

A Beneficial Owner shall give notice to elect to have its Beneficial Ownership Interests purchased or tendered, through its Participant, to the Trustee, and shall effect delivery of such Beneficial Ownership Interests by causing the Direct Participant to transfer the Participant's interest in the Beneficial Ownership Interests, on DTC's records, to the purchaser or the Trustee, as appropriate. The requirements for physical delivery of Bonds in connection with a demand for purchase or a mandatory purchase will be deemed satisfied when the ownership rights in the Bonds are transferred by Direct Participants on DTC's records.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the Issuer or the Trustee. Under such circumstances, in the event that a successor securities depository is not obtained, Bond certificates are required to be printed and delivered, as described below under "THE BONDS-Revision of Book-Entry System; Replacement Bonds".

NEITHER THE ISSUER, THE BOARD NOR THE BOND REGISTRAR/PAYING AGENT WILL HAVE ANY RESPONSIBILITY OR OBLIGATION TO ANY DIRECT PARTICIPANT, INDIRECT PARTICIPANT OR ANY BENEFICIAL OWNER OR ANY OTHER PERSON NOT SHOWN ON THE REGISTRATION BOOKS OF THE BOND REGISTRAR/PAYING AGENT AS BEING AN OWNER WITH RESPECT TO: (1) THE BONDS.(2) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC OR ANY DIRECT PARTICIPANT OR INDIRECT PARTICIPANT; (3)

THE PAYMENT BY DTC OR ANY DIRECT PARTICIPANT OR INDIRECT PARTICIPANT OF ANY AMOUNT DUE TO ANY BENEFICIAL OWNER IN RESPECT OF THE PURCHASE PRICE OF TENDERED BONDS OR THE PRINCIPAL OR REDEMPTION PRICE OF OR INTEREST ON THE BONDS; (4) THE DELIVERY BY ANY DIRECT PARTICIPANT OR INDIRECT PARTICIPANT OF ANY NOTICE TO ANY BENEFICIAL OWNER WHICH IS REQUIRED OR PERMITTED UNDER THE TERMS OF THE BOND RESOLUTION TO BE GIVEN TO HOLDERS; (5) THE SELECTION OF THE BENEFICIAL OWNERS TO RECEIVE PAYMENT IN THE EVENT OF ANY PARTIAL REDEMPTION OF THE BONDS: OR (6) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC AS HOLDER.

CAMPBELLSVILLE INDEPENDENT SCHOOL DISTRICT FINANCE CORPORATION

By s/ Diane Woods-Ayers
Secretary

OFFICIAL BID FORM

(Bond Purchase Agreement)

The Campbellsville (Kentucky) Independent School District Finance Corporation ("Corporation" or "Issuer"), will until 1:00 P.M., E.D.S.T., on October 4, 2005, receive in the office of Dr. Robert E. Tarvin, Executive Director of the Kentucky Schools Facilities Construction Commission, Suite 102, 229 W. Main Street, Frankfort, Kentucky 40601, (telephone 502-564-5582; Fax 502-564-3412) competitive bids for its $1,000,000 School Building Refunding Revenue Bonds, Series of 2005, dated October 1, 2005; maturing February 1, 2006 through 2016 ("Bonds").

We hereby bid for said $1,000,000* principal amount of Bonds, the total sum of $_______________ (not less than $990,000) plus accrued interest from October 1, 2005 payable February 1, 2006 and semiannually thereafter at the following annual rates, (rates on ascending scale in multiples of 1/8 or 1/20 of 1%; number of interest rates unlimited) and maturing as to principal on February 1 in the years as follows:

Year	Amount*	Rate	Year	Amount*	Rate
2006	$ 45,000	_________ %	2012	$50,000	_________ %
2007	50,000	_________ %	2013	55,000	_________ %
2008	45,000	_________ %	2014	60,000	_________ %
2009	50,000	_________ %	2015	65,000	_________ %
2010	50,000	_________ %	2016	475,000	_________ %
2011	55,000	_________ %			

* Subject to Permitted Adjustment

We understand this bid may be accepted for as much as $1,100,000 of Bonds or as little as $900,000 of Bonds, at the same price per $5,000 Bond, with the variation in such amount occurring in any maturity or all maturities, which will be determined at the time of acceptance of the best bid.

Electronic bids for the Bonds must be submitted through PARITY® and no other provider of electronic bidding services will be accepted. Subscription to the PARITY® Competitive Bidding System is required in order to submit an electronic bid. The Corporation will neither confirm any subscription nor be responsible for the failure of any prospective bidders to subscribe. For the purposes of the bidding process, the time as maintained by PARITY® shall constitute the official time with respect to all bids whether in electronic or written form. To the extent any instructions or directions set forth in PARITY® conflict with the terms of the Official Terms and Conditions of Sale of Bonds, this Official Terms and Conditions of Sale of Bonds shall prevail. Electronic bids made through the facilities of PARITY® shall be deemed an offer to purchase in response to the Notice of Bond Sale and shall be binding upon the bidders as if made by signed, sealed written bids delivered to the Corporation. The Corporation shall not be responsible for any malfunction or mistake made by or as a result of the use of the electronic bidding facilities provided and maintained by PARITY®. The use of PARITY® facilities are at the sole risk of the prospective bidders. For further information regarding PARITY®, potential bidders may contact PARITY®, telephone (212) 404-8102. Notwithstanding the foregoing non-electronic bids may be submitted via facsimile or by hand delivery utilizing the Official Bid Form.

The successful bidder may elect to notify the Financial Advisor within twenty-four (24) hours of the award of the Bonds that certain serial maturities as awarded may be combined with immediately succeeding serial maturities as one or more Term Bonds; provided, however, (a) bids must be submitted to permit only a single interest rate for each Term Bond specified, and (b) Term Bonds will be subject to mandatory redemption on February 1 in accordance with the maturity schedule setting the actual size of the issue.

The DTC Book-Entry-Only-System will be utilized on delivery of this issue.

It is understood that the Corporation will furnish the final, approving Legal Opinions of Henry M. Reed III, Reed & Johnson, Bond and Special Tax Counsel, Louisville, Kentucky.

No certified or bank cashier's check will be required to accompany a bid, but the successful bidder shall be required to wire transfer an amount equal to 2% of the principal amount of Bonds awarded by the close of business on the date following the award. Said good faith amount will be applied (without interest) to the purchase price on delivery. Wire transfer procedures should be arranged through The Huntington National Bank, Cincinnati, Ohio, Attn: Ms. Cheri Scott Geraci (513-366-3073).

Bids must be submitted only on this form and must be fully executed.

If we are the successful bidder, we agree to accept and make payment for the Bonds in Federal Funds within forty-five (45) days of the award but in no event prior to November 3, 2005 and upon acceptance by the Issuer's Financial Advisor this Official Bid Form shall become the Bond Purchase Agreement.

Respectfully submitted,

____
Bidder

By ________________________________
Authorized Officer

____
Address

Total interest cost from October 1, 2005 to final maturity $______________________________________

Plus discount $______________________________________

Net interest cost (Total interest cost plus discount) $______________________________________

Average interest rate or cost __________________________________%

The above computation of net interest cost and of average interest rate or cost is submitted for information only and is not a part of this Bid.

Accepted by First Kentucky Securities Corporation, Frankfort, Kentucky as Financial Advisor and Agent for the Campbellsville Independent School District Finance Corporation for $_________________ amount of Bonds at a price of $______________ as follows:

Year	Amount	Rate	Year	Amount	Rate
2006	_______,000	________%	2012	_______,000	________%
2007	_______,000	________	2013	_______,000	________
2008	_______,000	________	2014	_______,000	________
2009	_______,000	________	2015	_______,000	________
2010	_______,000	________	2016	_______,000	________
2011	_______,000	________			

Dated: October 4, 2005

____
FIRST KENTUCKY SECURITIES CORPORATION,
as Agent for the Campbellsville Independent
School District Finance Corporation