

MUNICIPAL BONDS

On or about Wednesday, January 10, 2018
D.A. Davidson & Co. expects to offer:

\$15,800,000*

**School District No. 29 (Somers)
Flathead County, Montana**

General Obligation School Building Bonds, Series 2018

New Issue

NOT Bank Qualified

S&P Global Ratings: "A"

Maturities*: 2019-2038

Book Entry Only

Tax-Exempt: In the opinion of Bond Counsel, under existing laws, regulations, rulings and decisions, assuming compliance with certain covenants, interest on the Bonds is excludable from gross income of the recipient for purposes of federal income taxation and State of Montana individual income taxation. Interest is not an item of tax preference in determining federal alternative minimum tax applicable to individuals. Interest is includable, however, in the computation of the alternative minimum taxable income of corporations for purposes of the alternative minimum tax imposed under the Internal Revenue Code of 1986, as amended. The District has not designated the Bonds "qualified tax-exempt obligations" within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

Purpose: The proceeds of the Bonds will be used for the purpose of paying (i) the costs of designing, constructing, furnishing, and equipping additions and renovations to Somers Middle School, to include classrooms, a gymnasium, a kitchen and lunchroom, a shop, a science lab,

upgrades to the main school office area, building-wide security enhancements, related amenities and improvements at the existing Somers Middle School campus and (ii) the costs associated with the sale and issuance of the Bonds.

Redemption: The Bonds maturing on or after July 1, 2029* are subject to redemption at the option of the District on July 1, 2028* and on any date thereafter at a price equal to the principal amount being redeemed plus interest accrued to the date of redemption, without premium.

Maturities/Interest Rates*: The Bonds will mature on July 1 of each year, with maturities in 2019 through 2038. Interest rates on the Bonds are expected to be established on or about Wednesday, January 10, 2018*.

Security: The Bonds are general obligations of the District payable from the proceeds of an ad valorem tax that the District will covenant to levy annually on all taxable property within the District, without limitation as to rate or amount.

*Preliminary: subject to change.

**Please contact D.A. Davidson & Co. in advance
for expected yield information.**

The Bonds are subject to availability and to the acceptance of an offer to purchase. This is neither an offer to sell nor a solicitation of an offer to buy any of these securities. The offering of these securities is made only by the Official Statement, copies of which are available from D.A. Davidson & Co.



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D.A. Davidson & Co. member SIPC

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