

NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that a public hearing will be held by an authorized representative of the Arizona Industrial Development Authority (the "Issuer"), on November 28, 2022, at 12:00 p.m. local time, or as soon thereafter as the matter can be heard, as required by Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code"), regarding the proposed issuance by the Issuer of its revenue notes, bonds or other obligations in one or more series from time to time pursuant to a plan of financing, in an amount not to exceed \$45,000,000 (the "Bonds"). Pursuant to Internal Revenue Code Procedure 2022-20 ("Rev Proc 22-20"), the hearing will be held via toll free telephonic means accessible to the general public as described below.

The Bonds are expected to be issued by the Issuer, an Arizona nonprofit corporation designated as a political subdivision of the State of Arizona (the "State"), incorporated with the approval of the Arizona Finance Authority (the "Arizona Finance Authority"), pursuant to the Industrial Development Financing Act, Title 35, Chapter 5, Sections 35-701 *et seq.*, Arizona Revised Statutes, as amended (the "Act"), and the Constitution and laws of the State.

The proceeds of the Bonds will be used to make a loan to IOT Fiber-Lebanon, LLC, an Arizona limited liability company, whose sole member is Infrastructure Financial Services, Inc., an Arizona nonprofit corporation exempt from federal income tax under Section 501(c)(3) of the Code, as borrower of the proceeds of the Bonds (together with its assignees and designees, the "Borrower") to: (a) finance the acquisition, construction and equipping of a fiber optic cable network and related facilities to be located in Linn County, Oregon (the "County") within the jurisdictional limits of the City of Lebanon, Oregon (the "City") and certain unincorporated areas of the County (the "Network" the aspects and location of which are described in more detail below); (b) fund a reserve fund for the Bonds; (c) pay capitalized interest on the Bonds; (d) pay start-up and working capital costs and expenses for the initial period of operation of the Network; and (e) pay the costs of issuing the Bonds (collectively, the "Project").

The "Network" will be owned by the Borrower pursuant to a qualified management agreement between the Borrower and Casco Communications, Inc. d/b/a PEAK Internet (together with its assignees and designees, "PEAK"), an existing fiber network operator owned by Consumers Power Inc. The Network is intended to cover and be available to the residents and businesses making up the entire area consisting of but limited to the jurisdiction of the City and portions of the County. The portions of the County to be included encompass approximately 2 square miles and are generally located directly adjacent and surrounded by City areas to the west of the South Santiam River. The Network will consist of approximately 101 miles of distribution fiber, with 45% of fiber intended to be buried and 55% of fiber intended to be placed on existing utility poles owned by PacifiCorp and Consumers Power, Inc. The intended starting point of the Network is the headend office located at 1075 Montessa Way in the City. The electronics at that headend provide a gigabit fiber connection to every customer on the Network. With the exception of premises that already receive broadband service from PEAK, every premise within the City and within the portion of the County included in the Network can connect to the distribution fiber by use of a fiber drop wire along with electronics at each customer site. The Network will make an external connection to PEAK at its headend office located at 1600 SW Western Blvd., Corvallis, Oregon, to import broadband and voice services that are provided through a contractual arrangement with PEAK.

The financing of the Project with the proceeds of the Bonds pursuant to the plan of finance proposed by the Borrower is intended to accomplish the exempt purposes of the Borrower which generally consist of the promotion and development of communications systems, community access to such systems, and working with municipal organizations like the City and the County in promotion

of these systems and development of related infrastructure. No portion of the tax-exempt proceeds of the Bonds will be used to finance assets of the Network outside of the jurisdiction of the County.

The Bonds, including the principal of (premium, if any) and interest thereon, will not constitute a debt or a loan of credit or a pledge of the full faith and credit or taxing power of the Issuer, the Arizona Finance Authority, the State, or any political subdivision thereof, within the meaning of any State Constitutional provision or statutory limitation and shall never constitute or give rise to a pecuniary liability of the Issuer, the Arizona Finance Authority, the State, or any political subdivision thereof. The Bonds shall not constitute, directly or indirectly, or contingently obligate or otherwise constitute a general obligation of or a charge against the general credit of the Issuer, the Arizona Finance Authority, the State, or any political subdivision thereof, but shall be special limited obligations of the Issuer payable solely from the sources provided for in the proceedings for the issuance of the Bonds. The Issuer has no taxing power.

At the time and place set for the public hearing, interested persons will be given a reasonable opportunity to express their views, both orally (via telephonic participation pursuant to Rev Proc 22-20) and in writing, on the merits of the Project, the location of the Network, the plan of financing, the issuance of the Bonds or related matters. Members of the public may listen to and contribute to any discussion during the hearing by: (1) dialing toll-free 888 788-0099; and (2) entering meeting ID 359 308 8013 at the prompt. Persons wishing to participate should submit a written request to speak to admin@arizonaida.com at least 24 hours before the hearing, however the hearing officer will also provide a time for additional comments at the end of the hearing. Oral remarks may not exceed five minutes in duration. Written comments may also be submitted to the Issuer electronically at admin@arizonaida.com and via physical delivery at the following address: Arizona Industrial Development Authority, c/o Kutak Rock LLP, 8601 North Scottsdale Road, Suite 300, Scottsdale, Arizona 85253, Attention: Hearing Officer/TEFRA COMMENTS (IOT Fiber-Lebanon Project), until the time and date of the hearing (subject to the timing limitations of mail delivery).

DATE OF NOTICE: November 21, 2022

ARIZONA INDUSTRIAL DEVELOPMENT
AUTHORITY