

Date: August 31, 2021

Financing proposal for: City of Beaumont, CA
 Communications System Financing Proposal

Motorola Solutions Credit Company LLC is pleased to submit the following proposal for the financing of your Motorola Communications solution in accordance with the terms and conditions outlined below:

Transaction Type: Municipal Lease-Purchase Agreement
Lessor: Motorola Solutions, Inc. (or its Assignee)
Lessee: **City of Beaumont, CA**
Two year first payment deferral
Amount: \$620,352.63
Down Payment: \$0.00
Balance to Finance: \$620,352.63

Equipment: As per the Motorola equipment proposal.
Title: Title to the equipment will vest with the Lessee.
Insurance: Lessee will be responsible to insure the equipment as outlined in the lease contract.
Taxes: Personal property, sales, leasing, use, stamp, or other taxes are for the account of the Lessee.

	<u>Option One</u>	<u>Option Two</u>	<u>Option Three</u>	<u>Option Four</u>	<u>Option Five</u>
Lease Term:	Five Years	Seven Years	Three Years	Four Years	Six Years
Payment Frequency:	Annual	Annual	Annual	Annual	Annual
Payment Structure:	Arrears	Arrears	Arrears	Arrears	Arrears
Lease Rate:	2.79%	3.09%	2.69%	2.74%	2.95%
Lease Factor:	0.275146	0.190870	0.534259	0.361403	0.224475
Lease Payment:	\$170,687.54 4 payments	\$118,406.71 6 payments	\$331,428.98 2 payments	\$224,197.30 3 payments	\$139,253.66 5 payments
Payment Commencement:	First payment due two years after contract execution, then annually thereafter.				

Expiration: This above lease rates and factors are valid for all leases commenced by 10/15/2021

Qualifications: Receipt of a properly executed documentation package.

Lessee qualifies as a political subdivision or agency of the State as defined in the Internal Revenue Code of 1986. The interest portion of the Lease Payments shall be excludable from the Lessor's gross income pursuant to Section 103 of the Internal Revenue Code.

Receipt of a copy of the last years audited financial statements and current year's budget from the Lessee.

This proposal should not be construed as a commitment to finance. It is subject to final Motorola credit committee approval. This quote is based on the general level of interest rates, primarily U.S. Treasury Bills of like term maturity. Any movement in those rates in excess of 10 basis points will result in the revision of this quote.

LESSEE CERTIFIES THAT IT HAS DESIGNATED THIS LEASE AS A QUALIFIED TAX-EXEMPT OBLIGATION IN ACCORDANCE WITH SECTION 265(b)(3) OF THE CODE. THAT IT HAS NOT DESIGNATED MORE THAN \$10,000,000 OF ITS OBLIGATIONS AS QUALIFIED TAX-EXEMPT OBLIGATIONS IN ACCORDANCE

Documentation: Municipal Equipment Lease Purchase Agreement
 Opinion of Counsel
 Schedule A / Equipment List
 Schedule B / Amortization Schedule
 8038G
 UCC-1
 Certificate of Incumbency
 Statement of Essential Use/Source of Funds
 Evidence of Insurance or Statement of Self Insurance
 Resolution from governing body authorizing the execution of the Lease

Please feel free to contact me if there are any questions or if an alternate structuring is required.

Regards,
 Bill Stancik
 Motorola Customer Financing
 847-538-4531