



Truist Financial Corporation

Governmental Finance

2320 Cascade Pointe Blvd, Suite 600
Charlotte, North Carolina 28208
Phone (704) 954-1700
Fax (704) 954-1799

July 1, 2022

Debbie Hall
Town of Carolina Beach
1121 Lake Park Blvd N
Carolina Beach, NC 28428

Dear Debbie Hall:

Truist Bank (“Lender”) is pleased to offer this proposal for the financing requested by the Town of Carolina Beach (“Borrower”).

PROJECT: F-550 Brush Truck

AMOUNT: \$189,000.00

TERM: 5 years

INTEREST RATE: 3.41%

TAX STATUS: Tax Exempt – Bank Qualified

PAYMENTS: Interest: Annual
Principal: Annual

INTEREST RATE CALCULATION: 30/360

SECURITY: Vehicles and Equipment

PREPAYMENT TERMS: Prepayable in whole at any time without penalty

RATE EXPIRATION: August 11, 2022

DOCUMENTATION/ LEGAL REVIEW FEE: N/A

FUNDING: Proceeds will be deposited into an account held at Lender pending disbursement unless equipment is delivered prior to closing.

DOCUMENTATION: Lender proposes to use its standard form financing contracts and related documents for this installment financing. We shall provide a sample of those documents to you should Lender be the successful proposer.

The financing documents shall include provisions that will outline appropriate changes to be implemented in the event that this transaction is determined to be taxable or non-bank qualified in accordance with the Internal Revenue Service Code. All documentation must be deemed appropriate by Lender before closing.

REPORTING

REQUIREMENTS: Lender will require financial statements to be delivered within 270 days after the conclusion of each fiscal year-end throughout the term of the financing.

Should we become the successful proposer, we have attached the form of a resolution that your governing board can use to award the financing to Lender. If your board adopts this resolution, then Lender shall not require any further board action prior to closing the transaction.

Lender shall have the right to cancel this offer by notifying the Borrower of its election to do so (whether this offer has previously been accepted by the Borrower) if at any time prior to the closing there is a material adverse change in the Borrower's financial condition, if we discover adverse circumstances of which we are currently unaware, if we are unable to agree on acceptable documentation with the Borrower or if there is a change in law (or proposed change in law) that changes the economic effect of this financing to Lender.

Costs of counsel for the Borrower and any other costs will be the responsibility of the Borrower.

The stated interest rate assumes that the Borrower expects to borrow no more than \$10,000,000 in the current calendar year and that the financing will qualify as qualified tax-exempt financing under the Internal Revenue Code. Lender reserves the right to terminate this bid or to negotiate a mutually acceptable interest rate if the financing is not qualified tax-exempt financing.

We appreciate the opportunity to offer this financing proposal. Please call me at (803) 413-4991 with your questions and comments. We look forward to hearing from you.

Sincerely,

Truist Bank



Andrew G. Smith
Senior Vice President

Town of Carolina Beach, NC F-550 Brush Truck (DRAFT)

Compounding Period: Annual

Nominal Annual Rate: 3.410%

Cash Flow Data - Loans and Payments

Event	Date	Amount	Number	Period	End Date
1 Loan	07/01/2022	189,000.00	1		
2 Payment	06/01/2023	Fixed Principal	5	Annual	06/01/2027
	Principal payment amount	37,800.00			

TValue Amortization Schedule - Normal, 360 Day Year

	Date	Payment	Interest	Principal	Balance
Loan	07/01/2022				189,000.00
1	06/01/2023	43,797.34	5,997.34	37,800.00	151,200.00
2023 Totals		43,797.34	5,997.34	37,800.00	
2	06/01/2024	42,955.92	5,155.92	37,800.00	113,400.00
2024 Totals		42,955.92	5,155.92	37,800.00	
3	06/01/2025	41,666.94	3,866.94	37,800.00	75,600.00
2025 Totals		41,666.94	3,866.94	37,800.00	
4	06/01/2026	40,377.96	2,577.96	37,800.00	37,800.00
2026 Totals		40,377.96	2,577.96	37,800.00	
5	06/01/2027	39,088.98	1,288.98	37,800.00	0.00
2027 Totals		39,088.98	1,288.98	37,800.00	
Grand Totals		207,887.14	18,887.14	189,000.00	