



February 27, 2025

City of Joshua
101 S Main Street
Joshua, Texas 76058

Re: Tax Exempt Municipal Lease Proposal

Dear Sir or Madam:

Lease Servicing Center, Inc. dba NCL Government Capital ("NCL") is pleased to propose to City of Joshua the following Tax Exempt Municipal Lease transaction as outlined below. Under this transaction, City of Joshua would enter into a Tax Exempt Municipal Lease agreement with NCL for the purpose of acquiring Brush Truck. This transaction is subject to formal review and approval by both the Lessor and Lessee.

LESSEE:	City of Joshua	
LESSOR:	Lease Servicing Center, Inc. dba NCL Government Capital	
EQUIPMENT:	Brush Truck	
EQUIPMENT COST:	\$210,475.00	
DOWN PAYMENT / TRADE-IN:	<u>\$0.00</u>	
AMOUNT FINANCED:	\$210,475.00	
FUNDING DATE:	April 1, 2025	
DEFERRAL DAYS:	0	
FIRST PAYMENT DUE:	April 1, 2026	
TERM:	7 Years	
ANNUAL LEASE PAYMENTS:	\$38,430.25	
ALTERNATIVE LEASE OPTIONS:	5 years	\$51,085.74
	10 years	\$29,018.28

BALLOON PAYMENT: \$0.00

PRICING: The payments outlined above are locked, provided this proposal is accepted by the Lessee and the transaction closes/funds prior to March 27, 2025. After these days, the final payments shall be adjusted commensurately with market rates in effect at the time of funding and shall be fixed for the entire lease term.

DOCUMENTATION FEE: \$500 paid to Lessor at closing

DOCUMENTATION: Lessor shall provide all of the documentation necessary to close this transaction. This documentation shall be governed by the laws of the State of Lessee.

TITLE / INSURANCE: Lessee shall retain title to the equipment during the lease term. Lessor shall be granted a perfected security interest in the equipment and the Lessee shall keep the equipment free from any/all liens or encumbrances during the term. Lessee shall provide adequate loss and liability insurance coverage, naming Lessor as additional insured and loss-payee.

TAX STATUS: This transaction must be designated as Tax-Exempt under Section 103 of the IRS code of 1986 as amended.

SOURCEWELL CONTRACT: NCL has been competitively bid and awarded a contract through Sourcewell (Formerly NJPA).
#011620-NCL NCL's Sourcewell Contract # is 011620-NCL.

We appreciate this opportunity to offer an NCL Financing Solution. Please do not hesitate to contact me if you have any questions at (612) 791-0411. Acceptance of this proposal is required prior to credit underwriting by NCL. Upon acceptance of this proposal, please scan and e-mail to my attention. Thank you again.

Sincerely,

Chris Canavati - (612) 791-0411
chrisc@nclgovcap.com

ACCEPTANCE

As a duly authorized agent of City of Joshua, I hereby accept the proposal as outlined above and intend to close this financing with NCL, subject to final approval.

ACCEPTED: _____ DATE: _____
NAME: _____ TITLE: _____
PHONE: _____

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