



October 1, 2025

Nederland Fire Protection District
640 W. 4th Street
Nederland, WA 80466

Re: Lease-Purchase Financing of a Boise Mobil Fire Apparatus

Ladies and Gentlemen:

We are pleased to provide Nederland Fire Protection District with the following lease-purchase financing proposal. Tax-exempt leasing is a financing tool that allows municipal/VFD entities to purchase needed equipment immediately and pay for it over time. It's also a terrific way to avoid inflation by protecting you from future price increases! Under a lease-purchase financing arrangement, each payment you make is applied to principal and interest and, at the end of the term, YOU own the equipment outright.

The illustration below shows payments for 7- and 10-year terms:

| | | |
|-----------------------------|----------------|-----------------|
| Equipment Cost: | \$650,000.00 | |
| Finance Amount: | \$650,000.00 | |
| Term: | <u>7-years</u> | <u>10-years</u> |
| Interest Rate: | 4.59% | 4.69% |
| Annual Arrears Rate Factor: | .17026 | .12756 |
| Annual Arrears Payment*: | \$110,669.00 | \$82,914.00 |

Interest rates, factors and payments assume that the Customer is a tax-exempt entity and the purchase of the equipment falls within the type of equipment allowed as tax-exempt under the I.R.S. Code. In the event this purchase is not exempt, the rate and payments will be adjusted accordingly.

*-First annual arrears payment shown is due one year from the date of the lease contract (regardless of delivery date) with subsequent payments due annually thereafter.

ABOVE RATES ARE VALID FOR 30 DAYS AND ARE SUBJECT TO CREDIT APPROVAL & PROPER DOCUMENTATION.

Tax-Exempt Leasing Corp. is a privately-held equipment finance company providing innovative financing solutions to tax-exempt entities nationwide. We understand our customers' needs and provide them with competitive rates and superior customer service.

We appreciate this opportunity and look forward to hearing from you. Please let me know if I can answer any questions, if you need any additional proposals or options, or if you wish to proceed. I can be easily reached on my cell phone - 708-347-6367.

Kind Regards,

Joanne Delegan
Senior Account Executive