



May 31, 2024

Cities of Ledyard/Preston

**Re: Tax Exempt Municipal Lease Proposal**

Dear Sir or Madam:

Lease Servicing Center, Inc. dba NCL Government Capital ("NCL") is pleased to propose to Cities of Ledyard/Preston the following Tax Exempt Municipal Lease transaction as outlined below. Under this transaction, Cities of Ledyard/Preston would enter into a Tax Exempt Municipal Lease agreement with NCL for the purpose of acquiring Pelican Three-Wheel Mechanical Sweeper. This transaction is subject to formal review and approval by both the Lessor and Lessee.

<b>LESSEE:</b>	Cities of Ledyard/Preston	
<b>LESSOR:</b>	Lease Servicing Center, Inc. dba NCL Government Capital	
<b>EQUIPMENT:</b>	Pelican Three-Wheel Mechanical Sweeper	
<b>EQUIPMENT COST:</b>	\$289,990.00	
<b>DOWN PAYMENT / TRADE-IN:</b>	<u>\$0.00</u>	
<b>AMOUNT FINANCED:</b>	\$289,990.00	
<b>FUNDING DATE:</b>	March 3, 2025	
<b>DEFERRAL DAYS:</b>	0	
<b>FIRST PAYMENT DUE:</b>	March 3, 2025	
<b>TERM:</b>	<b>5 Years</b>	<b>MAX USAGE:</b>
<b>ANNUAL LEASE PAYMENTS:</b>	\$66,467.49	
<b>ALTERNATIVE LEASE OPTIONS:</b>	<b>4 years</b>	\$80,773.27
	<b>6 years</b>	\$57,072.77

**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 July 1, 2024. 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 Sourcwell (Formerly NJPA).  
**#011620-NCL** NCL's Sourcwell 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 Cities of Ledyard/Preston, 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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