August 12, 2025

To: Dean Luebbe, Assistant City Manager/Finance Director

Re: Proposal for 2025 Installment Purchase Contract, City of Brevard, North Carolina

Following is our offer for the financing requested in the amount of $965,000 (prepayable in whole at par):

Interest Rate	Final Maturity	Proposed Payment Structure
3.80% BQ	59 months	Monthly principal and interest payments

This transaction can be closed using draft documents provided by First-Citizens Bank & Trust Company. There will be no closing costs or ongoing fees due to the Bank. In addition to executed transaction documents in form satisfactory to the Bank, you must provide an opinion of your attorney addressing certain matters, including, but not limited to:

1. The Installment Purchase Contract is valid, legal, binding, and enforceable;
2. The tax-exempt status of the interest component of payments due under the financing. The attorney's opinion must state that the borrowing is designated as a "qualified tax-exempt obligation" under Section 265(b)(3)(B) of the Internal Revenue Code of 1986, as amended.

The borrowing entity must also designate the obligation as a "qualified tax-exempt obligation" prior to closing. It is recommended that this designation be included or recited in the borrowing ordinance/resolution. You or your advisors will be responsible for preparing and filing any IRS required documents.

The rate contained in this proposal is subject to change unless the loan is closed within 30 days of the date hereof. If you have any questions, please contact Courtney Dunlap at 803-931-1721 or me at 803-931-1723.

Thank you for the opportunity to submit this proposal.

First-Citizens Bank & Trust Company

Steve Groth
_____

By: Steve Groth
Director of Government Lending

The foregoing proposal is
accepted and approval of
rate and funding is requested:

City of Brevard, North Carolina

By: _____

Title:_____

Date: _____

City of Brevard 2025 IPC

Computation Interval: Annual

Nominal Annual Rate: 3.800%

Cash Flow Data - Loans and Payments

	Event	Date	Amount	Number	Period	End Date
1	Loan	09/17/2025	965,000.00	1		
2	Payment	08/17/2026	214,891.14	4	Annual	08/17/2029
3	Payment	08/17/2030	214,891.16	1		

TValue Amortization Schedule - U.S. Rule, 30E3/360

	Date	Payment	Interest	Principal	Balance
Loan	09/17/2025				965,000.00
2025 Totals		**0.00**	**0.00**	**0.00**	
1	08/17/2026	214,891.14	33,614.17	181,276.97	783,723.03
2026 Totals		**214,891.14**	**33,614.17**	**181,276.97**	
2	08/17/2027	214,891.14	29,781.48	185,109.66	598,613.37
2027 Totals		**214,891.14**	**29,781.48**	**185,109.66**	
3	08/17/2028	214,891.14	22,747.31	192,143.83	406,469.54
2028 Totals		**214,891.14**	**22,747.31**	**192,143.83**	
4	08/17/2029	214,891.14	15,445.84	199,445.30	207,024.24
2029 Totals		**214,891.14**	**15,445.84**	**199,445.30**	
5	08/17/2030	214,891.16	7,866.92	207,024.24	0.00
2030 Totals		**214,891.16**	**7,866.92**	**207,024.24**	
Grand Totals		**1,074,455.72**	**109,455.72**	**965,000.00**	

ANNUAL PERCENTAGE RATE	**FINANCE CHARGE**	**Amount Financed**	**Total of Payments**
The cost of your credit as a yearly rate.	The dollar amount the credit will cost you.	The amount of credit provided to you or on your behalf.	The amount you will have paid after you have made all payments as scheduled.
3.800%	**$109,455.72**	**$965,000.00**	**$1,074,455.72**