

## HVAC Lease Financing RFP Questions and Answers

### HVAC Lease Financing RFP Questions and Answers from April 14, 2021

1. Is the Loan/Lease tax exempt?

**Answer:** This loan can be tax exempt, but it cannot be bank qualified.

2. What is the reason the District is doing a lease versus purchase? Would you consider a bid based on “straight purchase”?

**Answer:** This is a lease purchase. We already agreed to buy the units, we're just seeking the finance to pay for them. Yes, you can bid this as a “straight purchase”. We simply want a \$3.0M tax exempt loan.

### HVAC Lease Financing RFP Questions and Answers from April 13, 2021

3. Will the equipment lease be designated as a qualified tax exempt obligation (i.e. bank-qualified)? **No, this lease will not be designed as bank-qualified. We plan to issue \$61.3M in GO bonds soon.**

4. Is it the District’s preference to have principal and interest payments occur once per year, or is the District seeking annual principal and semi-annual interest payments? **Once per year.**

5. Please confirm lease is expected to be repaid via annual appropriation from legally available funds. **We will ask the Board of Education to approve the lease during the April 26, 2021 board meeting. The lease will be repaid via annual appropriation when the Board of Education adopts the annual budget.**

6. Has the District retained a bond counsel firm to prepare the lease documents, or will the District prefer to have bank counsel prepare the documents? **The bank should prepare the documents and the District's bond counsel will review.**