

July 14, 2025

Nevis School District #308  
210 Pleasant St. W  
Nevis, MN 56467

We are pleased to submit the following tax exempt governmental lease-purchase proposal for your consideration.

Lessee:	Nevis School District #308
Lessor:	Stock Growers Public Finance LLC
Type of Lease:	Tax-exempt, annual appropriation lease-purchase
Equipment/Project:	School bus
Anticipated Closing Date:	To be determined
Finance Amount:	\$149,052.65
Lease Term Options:	A) 3 Years B) 4 Years C) 5 Years D) 6 Years
Preliminary Interest Rate:	A) 3.90% B) 4.00% C) 4.10% D) 4.30%
Lease-Purchase Payments:	A) 4 annual payments of \$39,428.10, beginning the day of Closing. B) 5 annual payments of \$32,193.52, beginning the day of Closing. C) 6 annual payments of \$27,402.69, beginning the day of Closing. D) 7 annual payments of \$24,074.44, beginning the day of Closing.
Prepayment:	Pre-payable in full, not in part, on any payment date, after 12 months, for an amount equal to the "After Payment Termination Value" as illustrated on the attached Exhibit(s).
Purchase Option:	\$1 at the end of lease term.
Documentation Costs:	None

Closing Costs:	None
Other Fees:	Lessee is responsible for any costs associated with Stock Growers Public Finance LLC perfecting our security interest in the property.
Debt Service Reserve:	Not Required
Trustee:	Not Required
Bond Rating:	Not Required
Bond Insurance:	Not Required
Net Lease:	This is a net lease transaction whereby insurance, maintenance, and any applicable taxes are the responsibility of the Lessee. All manufacturer's guarantees and warranties will be passed on to the Lessee.
Insurance:	Lessor requires personal property damage insurance equal to the costs of the equipment and also minimum liability of a combined single limit of \$500,000.
Appropriations Lease:	The lease payments are subject to annual appropriation of funds by Lessee.
Tax Status/Legal:	This lease is subject to the Lessee being qualified as a governmental entity or "political subdivision" within the meaning of Section 103(a) of the Internal Revenue Code of 1986 as amended. Lessee agrees to cooperate with Lessor in providing evidence as deemed necessary or desirable by Lessor to substantiate Lessee's and this transaction's tax-exempt status, including Lessee's providing an attorney's opinion. <b><u>It is assumed that the transactions will be "bank qualified" under the \$10 million small issuer exemption as defined in the Tax Reform Act of 1986.</u></b>
Credit Information:	Lessee has been pre-approved.
Lease Rate:	The interest rate quoted is valid until September 01, 2025.

Thank you for the opportunity to present this proposal. Please do not hesitate to contact me with questions or concerns.

Yours sincerely,

Austin McLaen  
Vice President

Stock Growers Public Finance LLC  
P.O Box 9  
Forman, ND 58032

Phone: 701-724-3216  
Email: [amclaen@stockgrowers.bank](mailto:amclaen@stockgrowers.bank)

Attached: Exhibit A, Exhibit B, Exhibit C, Exhibit D

Exhibit A: \$149,052.65						
Costs Funded	\$149,052.65	Closing Fees	\$0.00			
Interest Rate	3.90%					
Total Payments	4					
Payments per Year	1					
Level Payment	\$39,428.10					
Pmt	Due Date*	Payment Due	Interest	Principal	After Payment Principal Balance	After Payment Termination Value
Lease	07/14/2025				149,052.65	149,052.65
1	07/14/2025	39,428.10	0.00	39,428.10	109,624.55	109,624.55
2	07/14/2026	39,428.10	4,275.36	35,152.74	74,471.81	74,471.81
3	07/14/2027	39,428.10	2,904.40	36,523.70	37,948.11	37,948.11
4	07/14/2028	39,428.10	1,479.99	37,948.11	0.00	1.00

\*Assume sample closing date of 07/14/2025.

**Exhibit B: \$149,052.65**

Costs Funded		\$149,052.65	Closing Fees	\$0.00		
Interest Rate		4.00%				
Total Payments		5				
Payments per Year		1				
Level Payment		\$32,193.52				
Pmt	Due Date*	Payment Due	Interest	Principal	After Payment Principal Balance	After Payment Termination Value
Lease	07/14/2025				149,052.65	149,052.65
1	07/14/2025	32,193.52	0.00	32,193.52	116,859.13	116,859.13
2	07/14/2026	32,193.52	4,674.37	27,519.15	89,339.98	89,339.98
3	07/14/2027	32,193.52	3,573.60	28,619.92	60,720.06	60,720.06
4	07/14/2028	32,193.52	2,428.80	29,764.72	30,955.34	30,955.34
5	07/14/2029	32,193.52	1,238.18	30,955.34	0.00	1.00

\*Assume sample closing date of 07/14/2025.

**Exhibit C: \$149,052.65**

Costs Funded		\$149,052.65	Closing Fees	\$0.00		
Interest Rate		4.10%				
Total Payments		6				
Payments per Year		1				
Level Payment		\$27,402.69				
Pmt	Due Date*	Payment Due	Interest	Principal	After Payment Principal Balance	After Payment Termination Value
Lease	07/14/2025				149,052.65	149,052.65
1	07/14/2025	27,402.69	0.00	27,402.69	121,649.96	121,649.96
2	07/14/2026	27,402.69	4,987.65	22,415.04	99,234.92	99,234.92
3	07/14/2027	27,402.69	4,068.63	23,334.06	75,900.86	75,900.86
4	07/14/2028	27,402.69	3,111.94	24,290.75	51,610.11	51,610.11
5	07/14/2029	27,402.69	2,116.01	25,286.68	26,323.43	26,323.43
6	07/14/2030	27,402.69	1,079.26	26,323.43	0.00	1.00

\*Assume sample closing date of 07/14/2025.

**Exhibit D: \$149,052.65**

Costs Funded	\$149,052.65	Closing Fees	\$0.00			
Interest Rate	4.30%					
Total Payments	7					
Payments per Year	1					
Level Payment	\$24,074.44					
Pmt	Due Date*	Payment Due	Interest	Principal	After Payment Principal Balance	After Payment Termination Value
Lease	07/14/2025				149,052.65	149,052.65
1	07/14/2025	24,074.44	0.00	24,074.44	124,978.21	124,978.21
2	07/14/2026	24,074.44	5,374.06	18,700.38	106,277.83	106,277.83
3	07/14/2027	24,074.44	4,569.95	19,504.49	86,773.34	86,773.34
4	07/14/2028	24,074.44	3,731.25	20,343.19	66,430.15	66,430.15
5	07/14/2029	24,074.44	2,856.50	21,217.94	45,212.21	45,212.21
6	07/14/2030	24,074.44	1,944.13	22,130.31	23,081.90	23,081.90
7	07/14/2031	24,074.44	992.54	23,081.90	0.00	1.00

\*Assume sample closing date of 07/14/2025.

