



GOVERNMENT CAPITAL
CORPORATION

May 25, 2017

Commissioner Mark Murphy
Montague County
County Commissioner Pct. 3

Dear Commissioner Murphy,

Thank you for the opportunity to present proposed financing for Montague County. I am submitting for your review the following proposed structure:

ISSUER:	Montague County, Texas
FINANCING STRUCTURE:	Public Property Finance Contract issued under Local Government Code Section 271.005
EQUIPMENT COST:	\$ 114,531.43
PAYMENT TO VENDOR:	<u>\$ 30,000.00</u>
FINANCED AMOUNT:	\$ 84,531.43
TERM:	3 Annual Payments
TRUE INTEREST COST:	3.34%
PAYMENT AMOUNT:	\$ 30,107.89
PAYMENTS BEGINNING:	One year from signing, annually thereafter

Financing for these projects would be simple, fast and easy due to the fact that:

- ✓ We have an existing relationship with you and have your financial statements on file, expediting the process. Please keep in mind we may also need current year statements.
- ✓ We can provide familiar documentation for your legal counsel.

The above proposal is subject to audit analysis, assumes bank qualification and mutually acceptable documentation. The terms outlined herein are subject to change and rates are valid for fourteen (14) days from the date of this proposal. If funding does not occur within this time period, rates will be indexed to markets at such time. Additionally, Government Capital is registered with Texas Ethics Commission to be HB 1295 compliant.

Our finance programs are flexible and my goal is customer delight. If you have any questions regarding other payment terms, frequencies or conditions, please do not hesitate to call.

With Best Regards,

Drew

Drew Whittington
Client Services
CC: Kevin Lerner
Main: 817-421-5400

The transaction described herein is an arm's length, commercial transaction between you and Government Capital Corporation ("GCC"), in which GCC: (i) is acting solely for its own financial and other interests that may differ from yours; (ii) is not acting as your municipal advisor or financial advisor, and has no fiduciary duty to you with respect to this transaction; and (iii) is not recommending that you take an action with respect to this transaction.

RESOLUTION # 17-172

A RESOLUTION REGARDING A FINANCING AGREEMENT FOR THE PURPOSE OF PROCURING "KENWORTH T880 AND RELATED EQUIPMENT."

WHEREAS, Montague County desires to enter into a certain Financing Agreement, by and between Government Capital Corporation and the Montague County, for the purpose of financing "Kenworth T880 and Related Equipment." Montague County desires to designate this Agreement as a "qualified tax exempt obligation" of Montague County for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended. Montague County desires to designate the County Judge as an authorized signer of the Agreement.

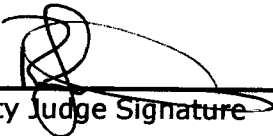

NOW THEREFORE, BE IT RESOLVED BY THE COURT OF MONTAGUE COUNTY:

Section 1. That the Montague County enters into a Financing Agreement with Government Capital Corporation for the purpose of procuring "Kenworth T880 and Related Equipment."

Section 2. That the Financing Agreement, by and between the Montague County and Government Capital Corporation is designated by Montague County as a "qualified tax exempt obligation" for the purposes of Section 265 (b) (3) of the Internal Revenue Code of 1986, as amended.

Section 3. That Montague County designates the County Judge as an authorized signer of the Financing Agreement, by and between Montague County and Government Capital Corporation.

This Resolution has been PASSED and APPROVED by Montague County Commissioner's Court in a meeting held on 12th day of June, 2017.

Montague County	Witness Signature
<p>X </p> <hr/> <p>County Judge Signature</p>	<p>X </p> <hr/> <p>County Clerk Signature</p>
<p><u>Printed Name:</u></p> <p><u>Title:</u> County Judge</p>	<p><u>Printed Name:</u> <u>Blenda Henson</u></p> <p><u>Title:</u> County Clerk</p>

