

DANBURY PUBLIC SCHOOLS
Administrative Center
63 Beaver Brook Road
Danbury, Connecticut 06810-6211
(203) 797-4702 or (203) 797-4701
FAX: (203) 830-6560

Email address: pascas@danbury.k12.ct.us

SAL V. PASCARELLA, Ed.D.
Superintendent of Schools

April 27, 2009

To: Honorable Mark Boughton
City of Danbury Common Council

RE: SunTrust Lease Agreement

Please find attached for your review the lease agreement package from SunTrust Equipment Finance & Leasing Corporation and Apple Computer for the Apple Rollover lease.

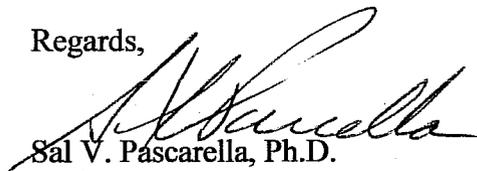
It is the Board of Education's/Danbury Public Schools intention to execute a four-year lease agreement for technology components of value \$618,909.75. Attached you will find supporting documentation, including the sales quotation, lease terms and amortization schedule. The total amount to be financed is \$619,159.75, which includes a \$250 document preparation fee.

Funding for this lease will come from the Board of Education operating budget, with the first repayment deferred to fiscal year 2009-2010. On April 6, 2009, the Board of Education voted unanimously to approve the lease arrangement and to forward a request to the City of Danbury Common Council asking it to approve the lease agreement at the next meeting date.

I respectfully ask that this request be placed on the Common Council's May 5, 2009, agenda for action.

Please review this package and contact Mr. Elio Longo, Jr., the district's finance director, with any concerns, required changes or recommendations that you may have. Mr. Longo can be reached by calling his office, 797-4703.

Regards,


Sal V. Pascarella, Ph.D.

Cc: David St. Hilaire, Director of Finance
Les Pinter, Deputy Corporation Counsel



Stanley G. Oldroyd, VP
SunTrust Equipment Finance &
Leasing Corp.
300 E. Joppa Road – 7th Floor
Towson, MD 21286
Tel 410. 307. 6645
Fax 410. 307. 6668
stan.oldroyd@suntrust.com

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April 23, 2009

Mr. Elio Longo
Finance Director
Danbury Public Schools
63 Beaver Brook Road
Danbury, CT 06810

RE: Tax-Exempt Lease Financing Proposal

Dear Mr. Longo:

SunTrust Equipment Finance & Leasing Corp. is pleased to present our proposal to provide tax-exempt lease financing to the Danbury School District. SunTrust Equipment Finance & Leasing Corp. is a subsidiary of SunTrust Banks, Inc., an investor-owned bank-holding company with assets in excess of \$180 billion. SunTrust Banks, Inc., Atlanta, GA, maintains unsecured debt ratings from Moody's and Standard & Poor's of Aa3/stable and A+/stable, respectively. A copy of the 2007 Annual Report for SunTrust Banks, Inc. is available on our web-site (www.suntrust.com).

SunTrust Equipment Finance & Leasing Corp., Towson, MD is one of the largest providers of equipment leasing and financing services in the US. We currently have a portfolio of leases and loans totaling over \$7 billion, and we have a capital base (net worth) in excess of \$300 million. In 2008, we originated approximately \$2.5 billion of new business, consisting of tax-exempt loans and leases for various municipal entities as well as taxable loans and leases for commercial concerns nationwide. Revenues in 2008 were in excess of \$300 million. Tax-exempt financing for municipalities and school districts accounts for approximately one half of our annual new business production.

The specific terms and conditions of our proposal are outlined below:

- LESSEE:** **Board of Education of the Danbury School District, Danbury, CT.**
Lessee is a state or political subdivision within the meaning of Section 103(c) of the Internal Revenue Code of 1986, as amended (the "Code").
- LESSOR:** **SunTrust Equipment Finance & Leasing Corp., Towson, MD, or its Assignee.**
- TYPE OF FINANCING:** Schedule(s) under a Master Lease/Purchase Agreement. Said Schedule shall be a net lease arrangement whereby Lessee is responsible for all costs of operation, maintenance, insurance, and taxes. Payments due under the Schedule shall be based on the annual appropriation of funds during each year of the lease.
- EQUIPMENT TYPE:** technology equipment as outlined, subject to review and acceptance by the Lessor.

Mr. Elio Longo
April 23, 2009
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DATE OF FUNDING: assumed to be July 15, 2009.

AMOUNT FINANCED: assumed to be \$618,909.75 equipment cost, plus a \$250. document-preparation fee.

LEASE TERM / RATE: 4 years / 3.29%

PAYMENT: Four (4) payments of \$162,384.95, payable annually in advance, (approximately as shown on the attached amortization schedule).

PRE-PAYMENT PENALTY: Lessee will have the option to pre-pay the remaining lease balance on any payment due date for 103% of the unpaid balance.

BANK QUALIFICATION: Lessee reasonably anticipates the total amount of tax-exempt obligations (other than private activity bonds) to be issued by Lessee during calendar year 2009 will not exceed thirty million dollars (\$30,000,000.).

ESCROW FUNDING: (Not applicable)

REIMBURSEMENT: If Lessee intends to be reimbursed for any equipment cost associated with this Agreement, intent for reimbursement from the proceeds of this Agreement must be evidenced, and must qualify under the Treasury Regulation Section 1.150.2.

AUTHORIZED SIGNORS: The Lessee's governing board shall provide Lessor with its resolution or ordinance authorizing this Agreement and shall designate the individual(s) to execute all necessary documents used therein.

LEGAL OPINION: The Lessee's counsel shall furnish Lessor with an opinion covering this transaction and the documents used herein. This opinion shall be in a form and substance satisfactory to Lessor.

DOCUMENTATION: Documentation will be furnished by the Lessor subject to negotiation between the parties. **The Master Lease Agreement entered into between the Board and SunTrust will be the operative document.**

Mr. Elio Longo
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RATE INDEX:

The Rate and Payments referenced above are based on current cost of funds and are subject to change as our costs change prior to the funding date. The Rate and Payments may be adjusted in accordance with 65% of the changes in the 3-year swap rate (currently 1.94%) to five days prior to funding, unless the Lessor agrees to hold the rate through a later date. Once set, the Rate will remain fixed for the Term.

FINANCIAL STATEMENTS:

Lessee shall provide to Lessor updated financial statements as needed so that the Lessor has the last three consecutive years of financial information, as well as a current budget, demographics, and proof of appropriation for the ensuing Fiscal Year and such other financial information relating to the ability of Lessee to continue this Agreement as may be reasonably requested by Lessor.

Our proposal will expire unless it is accepted prior to close of business May 8, 2009. This proposal is subject to final credit approval by the Credit/Investment Committee of SunTrust Equipment Finance & Leasing Corp. and to mutually-acceptable documentation. To render a credit decision, Lessee shall provide Lessor with the information requested above.

Upon receipt of the signed proposal, we will endeavor to provide you with a timely commitment. It is a pleasure to offer this proposal for the Danbury School District. SunTrust is interested in providing financing for this transaction, as well as financing other capital equipment needs of the Board. We look forward to your favorable acknowledgment.

Sincerely,
SunTrust Equipment Finance & Leasing Corp.

Stanley G. Oldroyd

Stanley G. Oldroyd
Vice President

THE TERMS OUTLINED ABOVE ARE HEREBY AGREED TO AND ACCEPTED BY:

(Name) _____ (Title) _____ (Date) _____

Lessor: SunTrust Eq.Finance

Date	Payment	Principal	3.29% Interest	Principal Balance
7/15/2009				619,159.75
7/15/2009	162,384.95	162,384.95	0	456,774.80
7/15/2010	162,384.95	147,357.06	15,027.89	309,417.74
7/15/2011	162,384.95	152,205.11	10,179.84	157,212.63
7/15/2012	162,384.95	157,212.63	5,172.32	
Totals	649,539.80	619,159.75	30,380.05	

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Apple Inc. Education Price Quote

Customer:	Sue Rice DANBURY PUBLIC SCHOOLS phone email 2037902649 fax	Apple Inc:	Joel Taylor 12545 Riata Vista Circle MS: 198-3IES Austin, TX 78727-6524 800-800-2775 X2166 ph 866/758-7704 fax joelt@apple.com email
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Apple Quote: W45631040
Quote Date: 27-APR-2009
Quote Valid Until: 29-MAY-2009

Quote Comments:

PLEASE INCLUDE EMAIL ON PO FOR ORDER CONFIRMATION AND TRACKING INFORMATION.

	Part Number	Details & Comments	Qty	Unit List Price	Unit Disc. Price	Extended Disc. Price
1	TF021LL/A	Bretford Mobile Notebook and Data Projector Cart - Black	217	249.95	214.92	46,638.13
2	TL474LL/A	Bretford Cart for 32 Notebooks	3	1,699.95	1,461.72	4,385.16
3	Z0GR	MacBook Pro, 15-inch 065-8615 2.93GHz Intel Core 2 Duo 065-8077 320GB Serial ATA Drive @ 7200 rpm 065-8072 4GB 1066MHz DDR3 SDRAM - 2x2GB 065-8090 Accessory Kit 065-8087 Backlit Keyboard/Mac OS - U.S. English 065-8081 SuperDrive 8x (DVD±R DL/DVD±RW/CD-RW)	3	2,614.00	2,247.68	6,743.03
4	MA538LL/B	Apple 60W MagSafe Power Adapter for MacBook	30	71.00	61.05	1,831.50
5	S3131LL/A	AppleCare Protection Plan for MacBook Pro (w/o Display) - Auto Enroll	1	239.00	205.51	205.51
6	S3131LL/A	AppleCare Protection Plan for MacBook Pro (w/o Display) - Auto Enroll	3	239.00	205.51	616.52
7	BE541LL/A	MacBook 5-pack (White/13.3" TFT/2.0GHz Intel C2D/2GB DDR2/120GB/SD)	109	4,645.00	3,994.05	435,351.92
8	D4839Z/A	iWork '09 K-12 School Site License (per individual school location)	16	249.00	214.11	3,425.69
9	MB946ZM/A	iWork '09 Media Set	1	15.00	12.90	12.90
10	TR712LL/A	InFocus IN2102EP Projector for Education	218	499.95	429.89	93,715.47
11	TL473LL/A	Bretford Cart for 20 Notebooks	5	1,499.95	1,289.75	6,448.74
12	TP422LL/A	Higher Ground Shuttle for 13-inch Notebooks (Black)	343	39.95	34.35	11,782.55
13	TB998LL/A	JBL Duet 2.0 Speakers	12	49.95	42.95	515.40
14	MB470LL/A	MacBook Pro, 15-inch, 2.4GHz	1	1,899.00	1,632.88	1,632.88
15	M9320G/A	Apple Mini-DVI to VGA Adapter	289	17.10	14.70	4,249.35
16	MB732LL/A	IPOD NANO (4TH GEN)8GB BLUE	1	149.00	128.12	128.12
17	MB745LL/A	IPOD NANO (4TH GEN)8GB GREEN	1	149.00	128.12	128.12

970.

18	MB739LL/A	IPOD NANO (4TH GEN)8GB PURPLE	1	149.00	128.12	128.12
19	MB881LL/A	MB 13.3/2.0/2X1GB/120/SD	1	949.00	816.01	816.01
20	TG217LL/A	BELKIN TUNETALK STEREO - BLACK	3	59.95	51.55	154.65
Edu List Price Total						719,778.85
- Total Discount						100,869.10
Extended Disc. Sub Total						618,909.75
- eWaste Fee / Recycling Fee						0.00
Extended Disc. Total Price*						618,909.75

**In most cases Extended discounted Total price does not include Sales Tax
If applicable, eWaste/Recycling Fees are included. Standard shipping is complimentary

Completing your order is easy:

- *Reference Apple Quote number W45631040 on your Purchase Order
- *Fax a copy of this quote along with your Purchase Order to 866/758-7704:

Apple Inc.
 12545 Riata Vista Circle
 MS: 198-3IES
 Austin, TX 78727-6524

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- B. IF YOU USE YOUR FORM OF PURCHASE ORDER TO PLACE AN ORDER IN RESPONSE TO THIS QUOTE, APPLE REJECTS ANY TERMS SET OUT ON THE PURCHASE ORDER THAT ARE INCONSISTENT WITH OR IN ADDITION TO THE TERMS OF YOUR AGREEMENT WITH APPLE.
- C. YOUR ORDER MUST REFER SPECIFICALLY TO THIS QUOTE AND IS SUBJECT TO APPLE'S ACCEPTANCE.
- D. UNLESS THIS QUOTE SPECIFIES OTHERWISE, IT REMAINS IN EFFECT UNTIL 29-MAY-2009 UNLESS APPLE WITHDRAWS IT BEFORE YOU PLACE AN ORDER, BY SENDING NOTICE OF ITS INTENTION TO WITHDRAW THE QUOTE TO YOUR ADDRESS SET OUT IN THE QUOTE. APPLE MAY MODIFY ANY PROVISION OF THIS QUOTE, OR CANCEL ANY ORDER YOU PLACE PURSUANT TO THIS QUOTE, IF THIS QUOTE CONTAINS A TYPOGRAPHIC OR OTHER ERROR.

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