Minutes of Board Meeting – April 18, 2012

Steve Olienyk, President of the Board, called the meeting to order at 5:30 p.m.

BOARD MEMBERS PRESENT: Directors Steve Olienyk, Cindy Spinner, John Scott, Lori Gates, and Rob Ward were in attendance.

OTHERS PRESENT: Chief John Buchanan, Division Chief Marvin Tipler, Fire Marshal Sean Barrett, and Division Chief Janet Huston were in attendance.

APPROVAL OF MINUTES: Director Ward made a motion to approve the minutes of the regular board meeting held on March 21, 2012. The motion was seconded by Director Scott and was approved by unanimous vote.

COMMUNICATIONS: Letter inviting Captain Pete ‘Boa’ Warren to represent the U.S. fire service in the Parade of Firefighters in the land of Baden-Wurttemberg in Illfeld, Germany

PUBLIC HEARINGS: None

PUBLIC COMMENTS: None

FIRE DISTRICT INCIDENT REPORT: The report reflecting the activity during March 2012 was reviewed and various incidents were discussed.

FIRE DISTRICT TRAINING REPORT: The report reflecting training in March 2012 was reviewed.

SAFETY MEETING MINUTES: The Safety Minutes of the March 2012 meeting were reviewed and discussed.

REGULAR AGENDA:

Chief Buchanan distributed a picture of a pickup that the district purchased through a bid process for $3599. The plan for the truck is to use it as a tow vehicle and a maintenance vehicle.

Chief Buchanan reported that we are planning to burn brush and clippings and cuttings at the Casino Golf Course as a Wildland Burn to Learn in the next month.

Chief Buchanan reported that during a routine Maintenance and Inventory drill, it was discovered that the Pacific Pride Gas card was missing from Rescue 2 at Station 2. With the help of our surveillance cameras, we were able to discover that a former volunteer entered the station, stole the card, and purchased gas for her personal vehicle(s) at least three times. The matter was turned over to the police for further investigation and prosecution, if applicable. This individual is a repeat offender of the same offense in 2001, was convicted of a misdemeanor and paid full restitution. In
2009, she asked to be reinstated as a volunteer, was given a second chance, and subsequently resigned in December, 2011. She will never be allowed to re-enter our organization.

Chief Buchanan reported that he was given authorization to sell the surplus breathing air system in January 2011. We opted to sell it to Stecher Buss at a reduced amount with the understanding that his system would become a backup for our system in the unlikely event of a failure of our new system. Stecher Buss has signed the purchase agreement and the system has been delivered to his dive shop. Stecher has agreed to pay a total of $4000 over four years.

Chief Buchanan presented the budget committee, indicating that there was only one position to fill. Clara Anderson-Kuhn has agreed to serve on the committee. All of the other committee members were contacted and have agreed to serve.

**Director Spinner made a motion to appoint the recommended Budget Committee for fiscal year 12/13 as presented. The motion was seconded by Director Gates and was approved by unanimous vote.**

Chief Buchanan provided an update on the construction of our two new engines, including the most recent progress photos. He indicated that Division Chief Tipler, Battalion Chief Moore, and Firefighter/Engineer Jagoe will fly to Appleton, Wisconsin in May for the final inspection. Provided all goes according to plan, Hughes Fire Apparatus will deliver the engines to us.

Chief Buchanan presented our existing policy regarding the use of the training room by outside community members and organizations. The policy was well-received by the Board of Directors with only one suggestion to add a word for clarification. Chief indicated that we will establish a similar document for the sign.

Division Chief Janet Huston reported that the refinance of our existing loan on the headquarters fire station is due to close on Thursday, April 19th. Included in the board packet is the final Purchase Contract with the average coupon rate of 2.6129104% reflected on Page 12.

**REVIEW OF THE BILLS:**

**MOTION:** Director Gates made a motion to ratify bills paid during the past month totaling $78,257.775 and transfers from the Money Market Account to the Checking Account also made during the past month. The motion was seconded by Director Spinner and was approved by unanimous vote.

**FINANCIAL STATEMENTS:** The financial statements were discussed.

**FUTURE AGENDA BUSINESS:** Board President Olienyk stated that the next regularly scheduled board meeting will be Wednesday, May 9, 2012 at 5:30 p.m.

There being no further business to come before the Board, the meeting was adjourned at 6:10 p.m.

Respectfully submitted,

**JANET L. HUSTON**
Division Chief of Administration
Siuslaw Valley Fire and Rescue  
2625 Highway 101 North  
Florence; OR 97439  

USA  
-United States of America-

Parade of fire fighters from the land of Baden-Württemberg in Ilsfeld on the occasion of the 150 - year-old Anniversary of the FFW Ilsfeld

Dear Mr. Warren,

As implemented, the volunteer firefighters of Ilsfeld can look back to a 150 year old tradition. This year is our 150\textsuperscript{th} anniversary of combined decades of volunteer commitment for our citizens of Ilsfeld.

On the occasion of this anniversary, many celebrations are planned. This year’s Wood Market parade is planned for 26 August 2012 at 14.00. Fire departments from the entire region of Baden-Württemberg will participate in this. In addition, fire cadets from Switzerland, England, Romania and Austria will participate. We expect approximately 1,400 fire cadets. We are pleased the highest ranking fireman of the year and Mr. Interior Minister, Reinhold Gall, has agreed to their participation.

We would be very pleased if it is possible, for you to attend this Wood Market parade as a representative of the American fire service. A place of honor will be bestowed upon you.

We would be very pleased if you could tell us by May 2012, whether we can count on your representation?

From our River Valley, Warm Regards

Your

Thomas Knoedler, Mayor of Ilsfeld
Purchase Agreement
MAKO Breathing Air Center

This Purchase Agreement is made and entered into by and between Siuslaw Valley Fire and Rescue, referred to as the 'Fire District' and Mr. Stecher Buss of Central Coast Watersports, referred to as the 'Purchaser' as of the date said Agreement is executed.

1. **Product.** MAKO Mobile/Stationary 14 cfm 6000 psi Breathing Air Center complete with containment fill station and six (6) cylinders.

2. **Purchase.** The Purchaser agrees to purchase the Product for a total price of $4,000.00 with semi-annual payments of $500.00, due on May 15th and November 15th of each year, with the last payment being on November 15, 2015. Purchaser is to remit payments to the Fire District’s Administrative Office located at 2625 Highway 101 North, Florence, OR 97439 on or before the dates specified.

3. **Delivery.** The Purchaser agrees to take delivery of the Product at the Fire District’s fire station located at 3251 Oak Street, Florence, Oregon on a mutually agreed upon date between Purchaser and Fire District.

4. **Subsequent Sale of Business or the Product.** In the event that the Purchaser elects to sell his business and/or the Product, Siuslaw Valley Fire and Rescue will have the first right to purchase the Product for $4,000.00.

5. **Maintenance and use of ‘Product’.** The purchaser agrees to maintain the Product as it was maintained by the Fire District, per NFPA and OR-OSHA standards, and to make available the use of the Product in the event of a catastrophic failure of the Fire District’s breathing air system.

Accepted and agreed to:

**SIUSLAW VALLEY FIRE AND RESCUE**

By: ______________
Title: ______________
Date: ______________

**CENTRAL COAST WATERSPORTS**

By: ______________
Title: ______________
Date: ______________
Siuslaw Valley Fire and Rescue

BUDGET COMMITTEE FY 2012-2013

Chief John D. Buchanan, Budget Officer
1405 Yew Street
Florence, OR 97439
541-997-5758

1. Ms. Clara Anderson-Kuhn
Committee Member – year 1
1250 Upas Street
Florence, OR 97439
541-997-7390

2. Ms. Conni Kief
Committee Member – year 3
89633 Ben Bunch Road
Florence, OR 97439
541-997-3581

3. David Davis
Committee Member – year 3
P.O. Box 530
Florence, Oregon 97439
541-997-4230

4. Rick Cox
Committee Member – year 2
P.O. Box 3497
05805 Canary Rd.
Florence, OR 97439
541-991-6210

5. Ed Groshens
Committee Member – year 2
1968 Seabrook Lane
Florence, OR 97439
541-997-1199

6. Mr. Steve Olsynyk
Board President
P.O. Box 2046
Florence, OR 97439
541-997-9138

7. Mr. Robert ‘Rob’ Ward
Board Vice President
84216 Wright Road
Florence, OR 97439
541-997-8070

8. Ms. Lori Gates
Board Secretary-Treasurer
09600 North Fork Siuslaw Road
Florence, OR 97439
541-997-3846

9. Mr. John Scott
Board Member
P.O. Box 147
Florence, OR 97439
541-997-2544

10. Ms. Cindy Spinner
Board Member
1750 16th Street
Florence, OR 97439
541-997-5867
Photo Album for Siuslaw Valley, OR
Job 25311-01
April 6, 2012

Your new apparatus cab has finished metal finishing and paint process and is scheduled for the cab line where it will receive interior and exterior components. The pump assembly is nearing completion and will begin the paint process. The body fabrication is nearing completion, then scheduled for metal finishing and paint process. The chassis fabrication process is scheduled for this week. Next week after the completion of the cab line process and the chassis fabrication completion, the merge of the cab and chassis should begin.
The meeting spaces are intended to further the mission of Siuslaw Valley Fire and Rescue, referred to hereafter as 'the Fire District', for thorough, effective fire training.

The meeting rooms are primarily reserved for the activities of the Fire District and its Firefighters’ Association. In addition, commercial firms which operate a service outlet within the district's boundaries, or any non-profit organization or municipal corporation may use meeting room space for meetings, lectures, or similar activities whenever a conflict does not exist with the operations of the Fire District.

Rules of Use

1. Because of state health regulations the use of the kitchen will be limited to use by the Fire District’s personnel only.

2. Because of the technical nature of the audio/visual equipment in the fire training room, a Fire District representative will be required to oversee any use of the equipment and the actual hourly cost will be passed on to the user.

3. Long-term multiple reservations are discouraged in order to assure that no conflict will arise with Fire District scheduling.

4. The Fire District does not assume liability for personal injuries; nor does it assume liability for damage or theft of personal property, which occurs as a result of the actions of the sponsors or participants in the meeting held in Fire District facilities.

5. There will be no cost to users if the room being used is left in the same condition found.

6. Events or meetings will not be publicized in a manner suggesting the Fire District’s sponsorship or affiliation.

7. Facilities may not be used for political groups for campaign purposes or fundraising for political issues, however, a seated, elected public official may use our facilities for community forums.
PURCHASE CONTRACT

SPECIAL DISTRICTS ASSOCIATION OF OREGON
FLEXLEASE PROGRAM, SERIES 2012A

THIS PURCHASE CONTRACT, dated April 10, 2012, is entered into by and between Robert W. Baird & Co. (the "Underwriter") and the District named herein (the "Purchase Contract"). The Underwriter agrees to purchase the Financing Agreement (the "Agreement") of the District on the following terms and conditions:

A. The Purchase of the Agreement shall be in accordance with the terms and conditions of the FlexLease Program as set forth in the Master Financing Agreement, dated June 1, 1998, as amended, (the "Master Financing Agreement"), by and between the Underwriter and the Special Districts Association of Oregon (the "Association"). The Agreement has been pledged to the Trustee in accordance with the Designation Certificate. Payments on the Agreement shall be made directly to the Trustee who will, in turn, make payments to The Depository Trust Company ("DTC") for the benefit of certificate holders.

B. The District’s Board has adopted a resolution (the "Resolution") authorizing the District to participate with other members of the Association (collectively, the "Participating Districts") in the Special Districts Association of Oregon FlexLease Program, Series 2012A;

C. The Resolutions provided for the issuance by the District of its Agreement in the aggregate principal amount specified in Appendix A attached hereto.

D. The Resolutions authorized the Executing Official of the District to act on behalf of the District to approve the interest rate on the Agreement (the "Interest Rate"), and the price at which the Agreement is to be sold to the Underwriter (the "Purchase Price").

E. A Preliminary Official Statement has been prepared and a Final Official Statement will be prepared and dated as of the Sale Date referred to below (collectively, the "Official Statement") for use in offering the Certificates for sale to the public.

NOW, THEREFORE, IT IS AGREED AS FOLLOWS:

Section 1. Pricing and Establishment of Final Terms. The Interest Rate and the Purchase Price shall be approved on behalf of the District by the Executing Officials, such approval to be conclusively evidenced by the execution of this Purchase Contract. Appendix A, which is incorporated into this Purchase Contract by reference, contains the debt service schedule for the District's Agreement.

Section 2. Sale of Agreement. The District agrees to sell the Agreement to the Underwriter, and, subject to the conditions set forth in this Purchase Contract, the Underwriter agrees to purchase the Agreement from the District upon the terms set forth in this Purchase Contract. The Agreement shall be as described in the Resolutions and the Official Statement. The Interest Rate on the Agreement shall be the Interest Rate stated in Appendix A attached hereto.

The closing date of the purchase shall be on or about April 19, 2012 or such other date as the Executing Official for each of the Participating District’s and the Underwriter may select by mutual agreement (the “Closing”). The Closing shall be held in Portland, Oregon, at the offices of Hawkins Delafield & Wood LLP, Portland, Oregon at 8:30 a.m. prevailing Pacific time. The Purchase Price for the
Agreement (as evidenced by the Certificates) shall be the Purchase Price stated in Appendix A attached hereto and shall be payable by the Underwriter at the Closing to the Trustee for the account of the District in federal or other funds immediately available at the principal corporate trust office of the Trustee. The Agreement shall be executed and delivered to the Trustee at Closing. The Certificates shall be executed and delivered to DTC for credit to the Underwriter at Closing.

Section 3. Conditions of Closing. The obligations and agreements of the Underwriter under this Purchase Contract are hereby expressly made subject to the following conditions precedent, the failure of any one or more of which shall entitle the Underwriter, by written notice to the District, to terminate this Purchase Contract without any liability on the part of the Underwriter:

(a) The representations of the District contained in the Agreement shall be true and correct on the Sale Date and at the Closing.

(b) The District’s Agreement shall be executed and delivered at Closing in the respective forms thereof authorized and approved by the Resolution with only such changes therein as shall be approved by the Underwriter.

(c) The Underwriter shall receive at Closing:

(i) a copy of the Resolutions;

(ii) the unqualified approving legal opinion of Hawkins Delafield & Wood LLP, Special Counsel;

(iii) a certificate from the District’s that it has reviewed the Official Statement and that all information about the District contained in the Official Statement is true and correct; and

(iv) such additional certificates, instruments or opinions or other evidence as the Underwriter may deem reasonably necessary or desirable to evidence the due authorization, execution, authentication and delivery of the Agreements, the truth and accuracy as of the time of the Closing of the representations and warranties contained in this Purchase Contract, and the conformity of the Resolution with the terms thereof as summarized in the Official Statement, and to cover such other matters as the Underwriter reasonably requests.

Section 4. Underwriter’s Right to Cancel Contract. The Underwriter shall have the right to cancel its commitment to purchase the Agreement by notifying the District of its election to do so if, after the execution of this Purchase Contract and prior to the Closing, there occurs:

(a) The United States shall have become engaged in hostilities or existing hostilities shall have escalated or national emergency or other national or international calamity or other event shall have occurred, escalated or accelerated to such an extent as, in the reasonable opinion of the Underwriter, to have a materially adverse effect on the marketability of the Agreement sale by the Underwriter at the contemplated public offering price or the Underwriter’s ability to enforce contracts for the sale of the Agreement; or

(b) Material disruption in commercial banking or securities settlement or clearance services shall have occurred, which in the reasonable opinion of the Underwriter would materially adversely
affect the marketability of the Agreement or sale by the Underwriter at the contemplated public offering prices or the Underwriter’s ability to enforce contracts for the sale of the Agreement; or

(c) A general banking moratorium shall have been declared by the United States, New York State or Oregon State authorities, which, in the reasonable opinion of the Underwriter, would have a materially adverse effect on the marketability of the Agreement or sale by the Underwriter at the contemplated public offering prices or the Underwriter’s ability to enforce contracts for the sale of the Agreement; or

(d) A decision by a court of the United States or the United States Tax Court shall be rendered or a ruling, or a regulation (final, temporary, or proposed, or any press release or notice issued), by or on behalf of the Treasury Department of the United States, the Internal Revenue Service or other governmental agency shall be issued and in the case of any such regulation, published in the Federal Register, or legislation or proposed legislation shall have been introduced in, enacted by or favorably reported to either the House of Representatives or the Senate of the United States, with respect to Federal taxation upon interest received on obligations of the type and character of the Agreement which, in the reasonable judgment of the Underwriter, materially adversely affects the marketability of the Agreement or sale by the Underwriter, at the contemplated public offering prices; or

(e) There shall have occurred a general suspension of trading on the New York Stock Exchange, which in the reasonable opinion of the Underwriter would materially adversely affect the marketability of the Agreement or their sale by the Underwriter at the contemplated public offering prices or the Underwriter’s ability to enforce contracts for the sale of the Agreement; or

(f) Legislation shall hereafter be enacted, or actively considered for enactment, or a decision by a court of the United States shall hereafter be rendered, or a ruling or regulation by the Securities and Exchange Commission or other governmental agency having jurisdiction of the subject matter shall hereafter be made, the effect of which is or would be that:

(i) The Agreement are not exempt from the registration, qualification or similar requirements of the Securities Act of 1933, as amended and as then in effect (the “33 Act”) or distribution of the Agreement is not exempt from the registration, qualification or other requirements of the 33 Act, as amended and as then in effect, or the Securities Exchange Act of 1934, as amended and then in effect; or

(ii) The Resolutions are not exempt from the registration, qualification or other requirements of the Trust Indenture Act of 1939, as amended and as then in effect; or

(iii) The transactions under or contemplated by this Purchase Agreement are subject to the Investment Company Act of 1940, as amended (the “Investment Company Act”) or require any registration under the Investment Company Act; or

(g) There shall have been a material adverse change in the affairs of the District that, in the reasonable opinion of the Underwriter, could materially and adversely affect the market for the Agreement or the market price generally of Agreement of the general character of the Agreement or the ability of the Underwriter to enforce contracts for the purchase of the Agreement; or
FlexLease Purchase Contract, Series 2012A
Page 4

(b) Any litigation shall be instituted or pending at Closing to restrain or enjoin the authorization, issuance, execution, sale or delivery of the Agreement, or in any way contesting or affecting any authority for or the validity or enforceability of the Agreement, the Resolution or any of the other Documents, any moneys or securities provided for the payment of the Agreement or the existence or powers of the Seller materially affecting the issuance of the Agreement or the use of amounts received from the sale of the Agreement for the purposes for which the Agreement are being issued; or

(i) There shall have been established any new restrictions on transactions in securities materially affecting the free market for securities or the extension of credit by, or the charge to the net capital requirements of, underwriters, including without limitation, the fixing of minimum or maximum prices for trading or maximum ranges of prices, by any exchange, the Securities and Exchange Commission, any other federal or state agency or the Congress of the United States, or by Executive Order, which in the reasonable opinion of the Underwriter would materially adversely affect the marketability of the Agreement or their sale by the Underwriter at the contemplated public offering prices or the Underwriter's ability to enforce contracts for the sale of the Agreement; or

(j) There shall exist any event that either (a) makes untrue or incorrect in any material respect any statement or information contained in the Official Statement or (b) is not reflected in the Official Statement but should be reflected therein to make the statements and information contained therein under the circumstances in which made not misleading in any material respect, and which, in the reasonable opinion of the Underwriter would materially adversely affect the marketability of the Agreement or their sale by the Underwriter at the contemplated public offering prices or the Underwriter's ability to enforce contracts for the sale of the Agreement.

Section 5. Payment of Expenses. The Underwriter shall not be responsible for the payment of any fees, costs or expenses of the issuance, offering and sale of the District's Agreement except for its own internal costs.

Section 6. Indemnification. The District shall indemnify, defend and hold Baird and its employees, officers, agents and affiliates harmless from and against any losses, claims, damages or liabilities arising out of any untrue statement of a material fact or omission to state a material fact about or concerning the District contained in the Official Statement required to be stated therein or necessary to make the statements contained therein, in the light of the circumstances under which they are made, not misleading, except to the extent such losses, claims, damages or liabilities are judicially determined to be the result of Baird's gross negligence or willful misconduct.

Section 7. Miscellaneous. This Purchase Contract is made solely for the benefit of the District and the Underwriter, and no other person, partnership, association or corporation shall acquire or have any rights hereunder or by virtue hereof. All representations and agreements in this Purchase Contract shall remain operative and in full force and effect regardless of any investigation made by or on behalf of any person and shall survive the delivery of and payment for the Agreement. Should the District fail to satisfy any of the foregoing conditions or covenants, or if the District's obligations are terminated for any reasons permitted under this Purchase Contract, then neither the Underwriter nor the District shall have any further obligations under this Purchase Contract, except that any expenses incurred shall be borne in accordance with Section 5 above.

The District acknowledges and agrees that the purchase and sale of the Agreement pursuant to this Purchase Contract is an arm's-length commercial transaction between the District and the Underwriter, acting solely as a principal and not as a financial advisor or agent of the District, and that the Underwriter
does not have a fiduciary duty to the District and has not assumed a financial advisory responsibility in favor of the District with respect to the terms of the Agreement (including without limitation the Interest Rate or the Purchase Price), the District's decision to participate in the Association's FlexLease Program, the offering of the Certificates for sale to the public or the process leading thereto (whether or not the Underwriter, or any affiliate of the Underwriter, has advised or is currently advising the District on other matters) or any other obligation to the District except the obligations expressly set forth in this Agreement. The District also acknowledges and agrees that the Underwriter provides services to the Association pursuant to the Master Financing Agreement and the Underwriter may have provided incidental financial advisory services to the District in connection with the Agreement and the District's participation in the Association's FlexLease Program. However, in providing such financial advisory services, the Underwriter did so in its capacity as underwriter and not as a municipal advisor, financial advisor, agent or fiduciary to the District. The interests of the Underwriter differ from those of the District.

All notices, demands, certificates or other communication under this Purchase Contract shall be sufficiently given and shall be deemed given when hand delivered or when mailed by certified or registered mail, postage prepaid, or by prepaid telegram, with the proper address as indicated below:

If to the District: To the address specified in Appendix A attached hereto

If to the Underwriter: Robert W. Baird & Co.
328 NE Davis Street
Suite 3
McMinnville, OR 97128

No modification, alteration or amendment to this Purchase Contract shall be binding unless such modification, alteration or amendment is reduced to writing and executed by both the Underwriter and the District.

The laws of the state of Oregon shall govern this Purchase Contract.

This Purchase Contract (including Appendix A) may be signed in any number of counterparts with the same effect as if the signatures thereto and hereto were upon the same instrument.

IN WITNESS WHEREOF, the undersigned Executing Official, acting by authority of the Resolution for and in the name of the District, has executed this instrument on the date shown below.

SIUSLAW VALLEY FIRE AND RESCUE
LANE COUNTY, OREGON

By: [Signature]
Executing Official

Address: 2625 Highway 101 North
Florence, OR 97439-9702
Telephone: (541) 997-3212

Date: April 10, 2012

ROBERT W. BAIRD & CO.

By: ________________________________

David Ulbricht, Managing Director
APPENDIX A

TERMS OF THE AGREEMENT

S780,000 - 6 Year Term

Siskiyou Valley Fire and Rescue
SDAO FlexLease Program, Series 2012A
Dated: April 1, 2012

Net Debt Service Schedule

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Total: S780,000.00 - S67,674.38 - S847,674.38 - S5,570.00 - S853,244.38
$780,000 - 6 Year Term
Siuslaw Valley Fire and Rescue
SDAO FlexLease Program, Series 2012A
Dated: April 1, 2012

Debt Service Comparison

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<td>137,295.00</td>
<td>147,000.00</td>
<td>9,705.00</td>
</tr>
</tbody>
</table>

| Total     | $847,674.38 | $5,570.00 | $853,244.38 | $892,500.00 | $39,255.62 |

PV Analysis Summary (Net to Net)

Gross PV Debt Service Savings: 31,682.40
Effects of changes in Expenses: (5,188.77)
Net PV Cashflow Savings @ 3.034% (Bond Yield): 26,493.63
Accrued Interest Credit to Debt Service Fund: 921.63
Contingency or Rounding Amount: 1,635.64
Net Present Value Benefit: $29,050.90

Net PV Benefit / $755,000 Refunded Principal: 3.848%
Net PV Benefit / $780,000 Refunding Principal: 3.724%

Refunding Bond Information

Refunding Dated Date: 4/01/2012
Refunding Delivery Date: 4/19/2013
FlexLease Purchase Contract, Series 2012A
Page 9

$780,000 - 6 Year Term
Saslaw Valley Fire and Rescue
SDAO FlexLease Program, Series 2012A
Dated: April 1, 2012

**Current Refunding Escrow**

<table>
<thead>
<tr>
<th>Date</th>
<th>Principal</th>
<th>Rate</th>
<th>Receipts</th>
<th>Disbursements</th>
<th>Cash Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>04/19/2012</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>06/01/2012</td>
<td>755,000.00</td>
<td></td>
<td>755,000.00</td>
<td>755,000.00</td>
<td></td>
</tr>
</tbody>
</table>

Total: 755,000.00

**Investment Parameters**

- Investment Model (PV, CIC, or Securities): Securities
- Default investment yield target: Unrestricted

**Cost of Investments Purchased with Bond Proceeds**: 755,000.00
**Total Cost of Investments**: 755,000.00

**Target Cost of Investments at bond yield**: 752,352.09
**Actual positive or (negative) arbitrage**: (2.64791)

**Yield to Receipt**: -
**Yield for Arbitrage Purposes**: 3.0342071%
$1,675,000
Siuslaw Valley Fire and Rescue
Full Faith & Credit Refunding Obligations, Series 2002
Dated: November 1, 2002

Debt Service To Maturity And To Call

<table>
<thead>
<tr>
<th>Date</th>
<th>Refunded Bonds</th>
<th>D/S To Call</th>
<th>Principal</th>
<th>Coupon</th>
<th>Interest</th>
<th>Refunded D/S</th>
</tr>
</thead>
<tbody>
<tr>
<td>06/01/2012</td>
<td>755,000.00</td>
<td>755,000.00</td>
<td></td>
<td></td>
<td>18,875.00</td>
<td>18,875.00</td>
</tr>
<tr>
<td>12/01/2012</td>
<td></td>
<td></td>
<td>110,000.00</td>
<td>5.00%</td>
<td>18,875.00</td>
<td>128,875.00</td>
</tr>
<tr>
<td>12/01/2013</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>16,125.00</td>
<td>16,125.00</td>
</tr>
<tr>
<td>06/01/2014</td>
<td></td>
<td></td>
<td>115,000.00</td>
<td>5.00%</td>
<td>16,125.00</td>
<td>131,125.00</td>
</tr>
<tr>
<td>12/01/2014</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>13,250.00</td>
<td>13,250.00</td>
</tr>
<tr>
<td>06/01/2015</td>
<td></td>
<td></td>
<td>125,000.00</td>
<td>5.00%</td>
<td>13,250.00</td>
<td>138,250.00</td>
</tr>
<tr>
<td>12/01/2015</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>10,125.00</td>
<td>10,125.00</td>
</tr>
<tr>
<td>06/01/2016</td>
<td></td>
<td></td>
<td>130,000.00</td>
<td>5.00%</td>
<td>10,125.00</td>
<td>140,125.00</td>
</tr>
<tr>
<td>12/01/2016</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>6,875.00</td>
<td>6,875.00</td>
</tr>
<tr>
<td>06/01/2017</td>
<td></td>
<td></td>
<td>135,000.00</td>
<td>5.00%</td>
<td>6,875.00</td>
<td>141,875.00</td>
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<tr>
<td>12/01/2017</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>3,500.00</td>
<td>3,500.00</td>
</tr>
<tr>
<td>06/01/2018</td>
<td></td>
<td></td>
<td>140,000.00</td>
<td>5.00%</td>
<td>3,500.00</td>
<td>143,500.00</td>
</tr>
</tbody>
</table>

| Total      | $755,000.00    | $755,000.00 | $755,000.00 |       | $137,500.00 | $892,500.00 |

Yield Statistics

Base date for Avg. Life & Avg. Coupon Calculation 4/01/2012
Average Life 3.809 Years
Average Coupon 4.7812228%
Weighted Average Maturity (Per Basis) 3.759 Years

Refunding Bond Information

Refunding Dated Date 4/01/2012
Refunding Delivery Date 4/19/2012
$780,000 - 6 Year Term  
Siuslaw Valley Fire and Rescue  
SDAO FlexLease Program, Series 2012A  
Dated: April 1, 2012  Close: April 19, 2012

**Sources & Uses**

<table>
<thead>
<tr>
<th>Sources Of Funds</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Par Amount of Bonds</td>
<td>$780,000.00</td>
</tr>
<tr>
<td>Reoffering Premium</td>
<td>5,426.35</td>
</tr>
<tr>
<td>Accrued Interest from 04/01/2012 to 04/19/2012</td>
<td>921.63</td>
</tr>
<tr>
<td><strong>Total Sources</strong></td>
<td><strong>$786,347.98</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Uses Of Funds</th>
<th></th>
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</thead>
<tbody>
<tr>
<td>Deposit to Current Refunding Fund</td>
<td>755,000.00</td>
</tr>
<tr>
<td>Total Underwriter's Discount</td>
<td>11,700.00</td>
</tr>
<tr>
<td>Special Counsel</td>
<td>11,700.00</td>
</tr>
<tr>
<td><strong>SDAO Fee</strong></td>
<td>1,950.00</td>
</tr>
<tr>
<td>Rounding Amount</td>
<td>1,635.64</td>
</tr>
<tr>
<td>Trustee/Paying Agent: Base Fee</td>
<td>1,360.00</td>
</tr>
<tr>
<td>Deposit to Debt Service Fund</td>
<td>921.63</td>
</tr>
<tr>
<td>OS Printing &amp; Miscellaneous</td>
<td>833.34</td>
</tr>
<tr>
<td>Oregon State Treasurer - MDAC Fee</td>
<td>547.37</td>
</tr>
<tr>
<td>Escrow Agent Fee</td>
<td>500.00</td>
</tr>
<tr>
<td><strong>Total Uses</strong></td>
<td><strong>$786,347.98</strong></td>
</tr>
</tbody>
</table>
### Pricing Summary

<table>
<thead>
<tr>
<th>Maturity</th>
<th>Type of Bond</th>
<th>Coupon</th>
<th>Yield</th>
<th>Maturity Value</th>
<th>Price</th>
<th>Dollar Price</th>
</tr>
</thead>
<tbody>
<tr>
<td>01/01/2013</td>
<td>Serial Coupon</td>
<td>1.60%</td>
<td>1.60%</td>
<td>120,000.00</td>
<td>100.00%</td>
<td>120,000.00</td>
</tr>
<tr>
<td>01/01/2014</td>
<td>Serial Coupon</td>
<td>1.70%</td>
<td>1.70%</td>
<td>125,000.00</td>
<td>100.00%</td>
<td>125,000.00</td>
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<tr>
<td>01/01/2015</td>
<td>Serial Coupon</td>
<td>2.50%</td>
<td>2.05%</td>
<td>130,000.00</td>
<td>101.174</td>
<td>131,526.20</td>
</tr>
<tr>
<td>01/01/2016</td>
<td>Serial Coupon</td>
<td>2.50%</td>
<td>2.30%</td>
<td>135,000.00</td>
<td>100.703</td>
<td>135,949.05</td>
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<tr>
<td>01/01/2017</td>
<td>Serial Coupon</td>
<td>2.750%</td>
<td>2.550%</td>
<td>135,000.00</td>
<td>100.878</td>
<td>136,185.30</td>
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<tr>
<td>01/01/2018</td>
<td>Serial Coupon</td>
<td>3.000%</td>
<td>2.750%</td>
<td>135,000.00</td>
<td>101.308</td>
<td>136,765.80</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td><strong>$780,000.00</strong></td>
<td></td>
<td><strong>$785,426.35</strong></td>
</tr>
</tbody>
</table>

### Bid Information

- **Par Amount of Bonds**: $780,000.00
- **Reoffering Premium or (Discount)**: 5,426.35
- **gross Production**: $785,426.35
- **Total Underwriter's Discount**: $(11,700.00)
- **Bid (99.196%)**: 773,726.35
- **Accrued Interest from 04/01/2012 to 04/19/2012**: 921.63
- **Total Purchase Price**: $774,647.98
- **Bond Year Dollars**: $2,390.00
- **Average Life**: 3.321 Years
- **Average Coupon**: 2.619046%
- **Net Interest Cost (NIC)**: 2.8551363%
- **True Interest Cost (TIC)**: 2.8619803%
Optional Prepayment Provisions

The Certificates maturing on or after January 1, 2016 are subject to optional prepayment, in whole or in part, in integral multiples of $5,000, on any Interest Payment Date commencing January 1, 2014, at the Prepayment Price set forth below, plus accrued interest to the date fixed for prepayment, from the proceeds of optional prepayments of the principal component of payments made by the District pursuant to the Financing Agreement deposited in the Prepayment Fund by the Trustee. The Prepayment Price to be paid in connection with the prepayment of the Certificates, expressed as a percentage of the principal amount of the Certificates redeemed, is as follows:

<table>
<thead>
<tr>
<th>Prepayment Date</th>
<th>Prepayment Price</th>
</tr>
</thead>
<tbody>
<tr>
<td>January 1, 2014 and July 1, 2014</td>
<td>103%</td>
</tr>
<tr>
<td>January 1, 2015 and July 1, 2015</td>
<td>102%</td>
</tr>
<tr>
<td>January 1, 2016 and July 1, 2016</td>
<td>101%</td>
</tr>
<tr>
<td>January 1, 2017 and each</td>
<td></td>
</tr>
<tr>
<td>January 1 and July 1 thereafter</td>
<td>100%</td>
</tr>
</tbody>
</table>

In the event that the Certificates are to be redeemed in part, the Certificates shall be redeemed in inverse order of maturity and by lot within a maturity. For so long as the Certificates are in book-entry only form, the selection of Certificates within a maturity to be redeemed shall be made by DTC in accordance with its operational procedures then in effect.

Mandatory Prepayment

There are no mandatory prepayment provisions.