

**YONKERS CITY SCHOOL DISTRICT
WESTCHESTER COUNTY, NEW YORK**

**REQUEST FOR PROPOSALS
TO FINANCE AN EQUIPMENT LEASE PURCHASE AGREEMENT**

Overview

The Yonkers City School District, Westchester County, New York (the "District"), is seeking proposals (the "Proposal") from qualified respondents to be a third-party lessor to a lease purchase agreement with the District (the "Lease"), the proceeds of which will be used to finance equipment and related work for the implementation of energy conservation measures pursuant to an energy performance contract between the District and Ameresco, Inc. (the "Performance Contract"). The Performance Contract with Ameresco, Inc. was executed in March 2026. An amendment to the Performance Contract is expected to be executed in June 2026. NYSED approval is also expected to be issued in June 2026. The NYSED Building Aid rate is estimated at 67%.

The District will apply for a grant to fund solar equipment under the Inflation Reduction Act. In order to be eligible for the grant, the Lease must close on July 1, 2026 and disburse a first installment payment to Ameresco, Inc. no later than July 2, 2026. Proposals should affirmatively state the proposer's ability to meet these deadlines.

The District seeks competitive proposals for a \$23,158,732 lease-purchase on the basis of a 15-year term with maturity on July 1, 2041.

Yonkers City School District

The Board of Education (the "BOE") of the Yonkers City School District is responsible for providing education services to the residents of the City of Yonkers (the "City"). The members of the BOE are appointed by the Mayor of the City. The District is, pursuant to Section 2551 of Education Law of the State of New York, a legally separate entity. However, the District has no taxing power, issues debt through the City and relies solely upon the City for appropriations. In addition, effective June 30, 2014, the City and BOE entered into an inter-municipal agreement (the "IMA"). The IMA continues in perpetuity from the date of execution. Through the IMA the City assumed oversight of several non-academic BOE departments, including finance, human resources, legal, public information, and information technology, enhancing transparency and accountability between the City and BOE. The BOE appoints a Superintendent of Schools to act as Chief Administrator of the City's public school system. Additional information about the Yonkers City School District may be found under the section titled "Financial Information" herein.

Project Description

The Project contemplates implementation of various energy saving measures including installation of equipment and related work (the "Equipment"). Energy conservation measures are to be installed in the following District buildings: Cross Hill Academy, Yonkers Montessori Academy, Martin Luther King Jr. Academy, Casimir Pulaski School, Yonkers Middle High School, Riverside High School, Roosevelt High School and the Barack Obama School for Social Justice. The expected energy savings measures are related to the following:

Equipment Measures by Category

- Lighting System Improvements
- Energy Management System Upgrade
- Steam Trap Replacements
- Building Envelope Improvements
- Piping System Insulation Upgrades
- Walk-in Cooler Controls
- Solar PV System
- Air Handling System Replacements
- Unit Ventilator Replacements
- Oil to Gas Fuel Conversion

Lease

Any proposed Lease shall define the purpose and objective of the financing and the rights and obligations of each party to the financing. Further, the Lease will specify the applicable interest rate, as well as contractual terms and conditions. The form of the lease purchase agreement, escrow agreement and any related documents must be submitted with the proposal. Proposers must satisfy themselves that credit approval will be granted prior to submitting a proposal. All finance documents are subject to negotiation and modification by the District's counsel. All agreements and contractual conditions are required to conform with the laws of the State of New York, including but not limited to New York General Municipal Law, Local Finance Law, Education Law, Energy Law and the regulations of the New York State Education Department, the Commissioner of Education and the Office of the New York State Comptroller. The District's attorneys will review and approve all documents before consideration and/or approval by the Board of Education.

Lessor will be required to provide a form of standard lease purchase agreement and escrow agreement with proposal.

Lease Assignment

Assignment of the Lease and related documents by the successful proposer shall be subject to the prior, written consent of the District. The Lease must state that any assignment or transfer of the Lessor's interest shall not be effective until the District has received prior, written notice, signed by the Lessor, of the name, contact person, address, telephone number and tax identification number of the proposed assignee and the District has given its consent in writing. No assignment will be valid unless the Lessor has received the District's prior written consent. The Lease shall further provide that certificates of participation shall not be executed and delivered without the express written approval of the District which approval may be withheld by the District in its sole and absolute discretion.

Amount

The amount to be financed under the Lease is \$23,158,732. Lessor shall be responsible for all fees of Lessor including legal, issuance, origination, commitment and closing costs. The District shall not incur or absorb any fees of Lessor related to Lessor's proposal, negotiations, closing or other activities related to this RFP or the proposed transaction under any circumstances. In the event that a transaction does not close because of the successful proposer's failure to meet the terms of this RFP, the successful proposer shall be responsible for any and all costs incurred by the District in connection with the failed transaction and its negotiation.

Specifications

Interest Rate The Lease Proposal must provide interest rate terms for a lease-purchase option to mature on July 1, 2041 and shall state the interest rates under any options at which the proposing firm will provide the District with financing under the Lease. The Proposal must also cite the index and margin used in establishing the interest rates cited.

Prepayment: The Proposal must state that District will have the right, at its option, to prepay the principal portion outstanding on the Lease, in whole or in part, at any time following 30 days' written notice to the Lessor. The Proposal must disclose additional fees and terms, if any, that are applicable to this prepayment right, in addition to interest payable. The Proposal must also disclose how such amounts are to be calculated in the event that the District exercises its right of partial or whole prepayment. The proposal shall include an option to prepay without penalty or fees

Subject to the terms of the Inflation Reduction Act, the District may be eligible for a federal clean energy tax credit benefit available through the Direct Pay (Elective Pay) provisions of the IRA and related to solar equipment measures. In such event, the District shall have the right to make an additional one-time prepayment of the loan at par and without penalty and which will result in a new amortization schedule of lease payments reflecting new principal outstanding amortized at lease rate over remaining lease term.

Lease Payments The District will make periodic payments to the Lessor under the Lease. The Lease shall separately state the principal and interest component of the periodic payments to be made thereunder. The total of

these payments, which include both principal and interest components made by the District each year throughout the term of the Lease, shall result in substantially level or declining annual lease payments (without taking into account annual energy savings). Lease payments shall be detailed in an amortization schedule prepared by the proposer and provided to the District with its Proposal. For illustrative purposes, please assume a closing date of July 1, 2026 when developing an amortization schedule. Thereafter, payments of principal and interest will be made semi-annually in arrears on each January 1st and July 1st with the first combined principal and interest lease payment to be due on July 1, 2027. Lessor shall provide a statement and thirty days' notification prior to each payment due date.

The Proposal must state that the interest rate and other terms cited in the proposal will be good through July 2, 2026. The Lease shall not become effective until the delivery of funds.

Term The Lease-Purchase Agreement is scheduled to close on July 1, 2026 and mature on July 1, 2041.

Escrow Upon closing, the lease proceeds will be deposited and collateralized in an escrow account to be utilized over the course of project construction (the "Project Fund"). The District shall not be responsible for any costs associated with establishment, maintenance or transfer of the escrow account. The escrow agent must be a bank or trust company located and authorized to do business in New York State (the "Escrow Agent"). Investment and collateralization of the moneys in such fund will be solely at the direction of the District and must be in compliance with New York State General Municipal Law Sections 10 and 11 as well as the District's investment policy. The Escrow Agent shall be an agent of the District. The Project Fund shall be free of any security interest of the Escrow Agent.

1. At the option of the District, the moneys in the Project Fund may be held uninvested in the Project Fund. If invested, the Escrow Agent shall invest amounts on deposit in the Project Fund solely at the written direction of an Authorized Officer of the District. All investments made shall be subject to the following conditions:
 - (a) Such obligations shall be payable or redeemable at the option of the owner within such times as the proceeds will be needed to meet expenditures for purposes for which the moneys were provided and, in the case of obligations purchased with the proceeds of bonds or notes, shall be payable or redeemable in any event, at the option of the owner, within two years of the date of purchase. Any obligation that provides for the adjustment of its interest rate on set dates shall be deemed to be payable or redeemable for purposes of this paragraph on the date on which the principal amount can be recovered through demand by the holder thereof.
 - (b) Such obligations, shall be registered or inscribed in the name of the District and shall be purchased through, delivered to and held in the custody of the Escrow Agent. Such obligations shall be purchased, sold or presented for redemption or payment by such Escrow Agent in obligations only in accordance with prior written authorization from an Authorized Officer of the District. All such transactions shall be confirmed in writing to the District by the Escrow Agent.
2. All investments described above shall be made and ownership recorded in accordance with all applicable requirements of Section 10 and Section 11 of the General Municipal Law, including the required collateralization of escrow funds.
3. The Escrow Agent will expressly acknowledge that the Lessee is not authorized to invest in mutual funds registered with the Securities Act of 1933, as amended and operated in accordance with Rule 2a-7 of the Investment Company Act of 1940, as amended, including no-load money market mutual funds limited to investments in obligations of or guaranteed by the United States of America or in obligations guaranteed by agencies of the United States of America where the payment of principal and interest are guaranteed by the United States of America, or any similar mutual fund or other money market or liquid deposit investment vehicles.
4. Monies and investments in the Escrow Fund are owned by the District and shall not be subject to levy, security interest, attachment or lien by or for the benefit of the Escrow Agent, or any creditor thereof.

Excess Proceeds In the event that there are excess proceeds available in the Project Fund at the end of the construction period, proceeds shall be transferred by the Escrow Agent to the Lessor and applied to the next succeeding lease payment and each lease payment thereafter until fully utilized. Such use of funds will not constitute lease prepayment and will not be subject to administrative fees, charges or prepayment penalties.

UCC Filing The District will not provide a legal description for each District property in connection with this financing. In the event the winning proposer requires this information for the purposes of making a fixture filing pursuant to the applicable provisions of the Uniform Commercial Code, the winning proposer shall obtain such information at its own effort and expense.

Warranties All manufacturers' warranties, expressed or implied with respect to the Equipment acquired shall be assigned by the Lessor to the District.

Annual Appropriation The District's obligation to make lease payments is subject to appropriation each year by the District Board of Education.

Non-Funding/Executory Clause Pursuant to the General Municipal Law §109-b, and the Energy Law §9-103, the Lease-Purchase Agreement shall contain an executory clause which shall state that should payments not be appropriated by the District in any fiscal year; the District will not be obligated to pay the amounts due beyond the end of the last funded fiscal year and no liability on account thereof shall be incurred by the District beyond the amount of such monies. The financing contract is not a general obligation of the District or the City of Yonkers. Neither the full faith and credit of the District or City of Yonkers nor the taxing powers of the City of Yonkers are pledged to the payment of any amount due or to become due under the financing contract. In the case of a failure to appropriate, the sole security under the Lease shall be the Equipment. Prior to the sale or seizure of such equipment, the District shall be provided adequate written notice, no less than ninety (90) days, to cure any default. Should such a sale or seizure take place there shall be no disruption to the District's operation to the extent possible. Any such sale or seizure must be conducted in conformity with all applicable law, including the New York Uniform Commercial Code. The provisions of the Fiscal Agent Act (ch. 488 of the laws of 1976, as amended) are not applicable to the Lease.

Financing Documents Upon submission of the proposal and following notification of the award, the prospective Lessor must provide the District with a draft of its proposed financing documents, which will incorporate proposed terms and append sample documents provided with submission. Proposed financing documents and notification of credit approval for the transaction will be due no later than **June 15, 2026**. All financing documents are subject to modification by District counsel. Closing is subject to successful negotiation and approval of all documents by counsel to the District. The District reserves the right to rescind any award due to failure of successful negotiation of the parties to agree to the terms and conditions thereof and to recover its costs in connection therewith. Closing is subject to final approval by the District Board of Education, by resolution. Unless otherwise provided by a duly adopted resolution by the Board of Education, the prospective Lessor is advised that the Commissioner of Finance is the sole authorized representative of the District for the purpose of signing documents related to this Lease.

Lease Termination Upon termination of a Lease through exercise of Lessee's option to prepay or through payment by Lessee of all Rental Payments and other amounts due with respect to such particular Equipment, Lessor's security interest in such Equipment shall terminate, and Lessor shall execute and deliver to Lessee such documents as Lessee may reasonably request to evidence the termination of Lessor's security interest in such Equipment.

Tax Status The Lease shall qualify as a tax-exempt lease financing, that is, the interest component of the Lease will be exempt from Federal, New York State and, where applicable, New York District taxation. The Lease-Purchase Agreement will not be designated as "bank qualified" pursuant to Section 265(b)(3) of the Internal Revenue Code. The District will not defend or hold the Lessor harmless from any adverse changes in the tax status of the transaction, after tax yield or cash flows resulting from changes in the Federal or State tax codes or regulations.

Credit Rating S&P Global Ratings currently maintains a “A+” rating on the City’s outstanding general obligation debt. Moody’s Investors Services, Inc. currently maintains a “A2” rating on the City’s outstanding general obligation debt. The District will not seek a rating for the Lease.

Binding Authority Each Proposal must be signed by an individual who is legally authorized to contractually bind the proposing firm.

Purchase Price and Certificate The Lessor must submit to the District a certificate (the “Issue Price Certificate”), satisfactory to Bond Counsel, prior to the delivery of the Agreement, which states that the Lessor has purchased the Agreement for its own account and not with a view to distribution or resale and not in the capacity of a bond house, broker or other intermediary, and the price or prices at which such purchase was made, in such form and including such additional information as the District and Bond Counsel shall reasonably require.

Financial Information Links to select credit and project information may be found as follows:

- Link to Energy Performance Contract between the District and Ameresco, Inc: <http://www.capmark.org/RFPs.html>. Document is encrypted. Please phone Anthony Nash for password.
- Link to Official Statement related to the City of Yonkers, New York \$25,185,000 School Serial Bonds-2026B: <https://emma.msrb.org/P21980624.pdf>
- Link to District Budget Information: <https://www.yonkerspublicschools.org/page/budget>
Link to FYE 6/30/2025 Audit: <https://emma.msrb.org/P11899073.pdf>
- Link to FYE 6/30/2024 Audit: <https://emma.msrb.org/P11829300.pdf>
- Link to FYE 6/30/2023 Audit: <https://emma.msrb.org/P11790669.pdf>

Evaluation Process

During the evaluation process, the District reserves the right, where it may serve the District’s best interest, to request additional information or clarifications from proposers, or to allow corrections of error or omissions.

Amendments to RFP

Any verbal information obtained from or statements made by the representative of the District or its designee at the time of examination of the documents or site shall not be construed as, in any way, amending RFP documents or binding upon the District. Only such corrections or addenda that are issued in writing to all proposers shall become a part of the RFP. Any addendum issued during RFP process shall be included in the RFP response and become a part of any subsequent contract agreement.

Legal Requirements

The Lease is required to conform to the laws of the State of New York, including, but not limited to, General Municipal Law, Local Finance Law, Energy Law and regulations promulgated by the Office of the State Comptroller.

Submission Requirements

In addition to submitting a completed **Proposal Response Form** as attached hereto, each proposing firm must include:

1. Examples of its prior experience with three (3) similar size closed lease financings for municipalities or school districts in New York State;
2. Three (3) references from jurisdictions that your firm has provided lease financing to in the past year in New York State; and
3. Any other information that would be useful in evaluating your financial institution for this transaction.

Proposals are due by **11:00 a.m. on Monday, June 8, 2026** by e-mail to:

Elizabeth Janocha

Deputy Commissioner of Finance

City of Yonkers

Tel: (914) 377-6105

elizabeth.janocha@yonkersny.gov

Anthony Nash

Senior Vice President

Capital Markets Advisors

Tel: 516-487-9817

anash@capmark.org

Questions regarding this RFP may be directed to Anthony Nash.

Basis of Award

The District reserves the right, in its sole discretion, to reject any and all proposals, or any part thereof, received in response to this Request for Proposals, to re-solicit for new proposals, to waive formalities, to request additional information from any proposer, and to award and negotiate the terms of the contract with any proposer. The District intends to select the firm whose proposal is most advantageous to the District and meets the District's needs for this lease-purchase agreement, and not necessarily the firm with the lowest cost proposal. In determining which proposal is most advantageous and in the District's best interests, the District will evaluate, among other things, the overall financing cost (inclusive of any interest and fees) to the District, optional redemption provisions, responsiveness of each proposal to the terms of this RFP and applicable law, the terms and conditions of the proposed agreement, experience and reputation of the proposer in the State of New York. The District will not have any liability to any proposer for any costs or expenses incurred in connection with your response to the request for proposals.

All proposals shall be signed by an individual legally authorized to bind the proposing firm and the signer's name shall also be typed or printed to or under the signature together with his/her title or designation.

Following receipt of the completed proposals, tentative notification will be made to the prospective Lessor whose response best meets the District's needs and otherwise appears to meet the basis for award. It is expected that a formal award will be made by the Board of Education at its June 17, 2026 meeting, subject to and contingent upon final review of the Lease Purchase Agreement and all financing documents by the District's legal counsels. Note that the prospective Lessor must provide the District with a draft of its proposed financing documents, together with notification of credit approval in order for District officials to accept and grant final approval.

Tax Opinion

The successful proposer will be furnished without cost with the opinion as to tax exemption of the law firm of Hawkins Delafield & Wood LLP ("Bond Counsel"). The opinion of Bond Counsel shall contain statements to the effect that, in the opinion of said law firm, under existing statutes and court decision and assuming continuing compliance with certain tax certifications described in the Tax Certificate of the District, (i) the portion of the rental payment designated as and constituting interest paid by District and received by successful proposer during the term of the Lease is excluded from gross income for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"); and (ii) such interest is not treated as a preference item in calculating the alternative minimum tax under the Code, however, interest paid by the District is included in the "adjusted financial statement income" of certain corporations that are subject to the alternative minimum tax under Section 55 of the Code. The Tax Certificate of the District, which will be delivered concurrently with the delivery of the Lease will contain provisions and procedures relating to compliance with applicable requirements of the Code.

Validity Opinion

At closing, the District shall furnish a validity opinion dated the closing date, including a statement to the effect that there is no controversy or litigation of any nature pending or threatened to restrain or enjoin the execution or delivery of the installment financing agreement.

Summary of Estimated Dates

RFP sent to providers:	June 2, 2026
Proposal and Response Form Due:	June 8, 2026 (by 11:00 a.m.)
Selected Lessor Tentatively Approved:	June 8, 2026 *
Credit Approval Completed:	June 15, 2026
Draft Documents Delivered:	June 15, 2026
Board of Education Meeting Date:	June 17, 2026 Lease approved
Closing of Lease:	July 1, 2026

*Subject to formal award by members of the Board of Education on June 17, 2026.

The District reserves the right to modify these dates.

Thank you for your interest in the Yonkers City School District.

END OF RFP

PROPOSAL RESPONSE FORM

June 8, 2026

Ladies and Gentlemen:

In response to Yonkers City School District’s (the “District”) Request for Proposals (“RFP”), the undersigned, an authorized representative of _____ commits said firm to enter into a Lease-Purchase Agreement to provide the required refinancing of the project cost including equipment provided to the District by Ameresco, Inc. under an Energy Performance Contract. We understand that this Lease-Purchase Agreement is subject to the approval of the Board of Education. The submission of this Response Form indicates that we have read the District’s RFP and are fully informed as to the extent and character of this request and we can satisfactorily comply with all specifications of the RFP.

We understand the District will repay our loan in periodic installments, including interest and all financing costs. We understand the lease-purchase shall be funded following the approval of the Board of Education.

Our proposal, the terms of which are good through and including July 2, 2026 is as follows:

The principal amount of the lease will be:	\$23,158,732
Lease Closing:	July 1, 2026
First Distribution payment to Ameresco:	no later than July 2, 2026
Lease Maturity:	July 1, 2041

The interest rate on this loan will be: _____ %

The index used to establish this interest rate is: _____

The margin added to the index to establish this interest rate is: _____

Prepayment Terms: _____

Lease payments will be payable on: _____

Other required fees, if any (please explain): \$ _____

Proposing Firm: _____

Contact: _____

Address: _____

Tel.: _____

E-mail: _____

Proposer Attachments: Sample Lease and Escrow Documents