

SCHEDULE AVII - EQUIPMENT LEASE-PURCHASE AGREEMENT

Lease No. 39672

This Equipment Schedule dated as of 12/20/2000, is being executed by Ford Motor Credit Company ("Lessor"), and City of Redlands ("Lessee"), as a supplement to, and is hereby attached to and made a part of that certain Equipment Lease-Purchase Agreement dated as of 9/20/1995 ("Lease"), between Lessor and Lessee.

Lessor hereby leases to Lessee under and pursuant to the Lease, and Lessee hereby accepts and leases from Lessor under and pursuant to the Lease, subject to and upon the terms and conditions set forth in the Lease and upon the terms set forth below, and following items of Equipment:

QUANTITY	DESCRIPTION (MANUFACTURER, MODEL AND SERIAL NO.)	SUPPLIER
1	2001 Ford Crown Victoria Police Sedan, 2FAFP711W51X110276	Miracle Ford
EQUIPMENT LOCATION: City of Redlands Police Department 35 Cajon Street Suite 30 Redlands, CA 92373		

Initial Term: 36 Months Commencement Date: 12/20/2000

Periodic Rent: 2 Consecutive Annual in Advance Payments of \$8,617.79 each (including interest), followed by one final payment of \$8,617.80, due under this Lease-Purchase Agreement. The Periodic Rent Payment also includes any applicable sales/use tax due and payable on the Lease Payment Dates, set forth in Schedule AVII, Page 2.

EXECUTED as of the date first herein set forth.

LESSEE: City of Redlands
Police Department

LESSOR: Ford Motor Credit Company

Date: December 19, 2000

By: Pat Gilbreath
Pat Gilbreath

Title: Mayor

By:

Frank Mastrella
Frank Mastrella

Title:

Operations Manager, Municipal Finance

Attest: Lorrie Poyzer
Lorrie Poyzer, City Clerk

OPINION OF COUNSEL

The opinions expressed in the Opinion of Counsel dated 9/20/1995 provided to Lessor shall apply to the Lease as amended and Lessor may rely upon such opinion as if it were addressed and had been delivered to Lessor on the date hereof.

Attorney for Lessee
Daniel McHugh

Rate: 6.95% Payment Schedule Lease Number: 39672

Lease Payment Number	Lease Payment Date	Lease Payment	Interest Portion	Principal Portion	Concluding Payment
1	12 / 20 / 2000	8,617.79	0.00	8,617.79	15,591.93
2	12 / 20 / 2001	8,617.79	1,083.64	7,534.15	8,057.78
3	12 / 20 / 2002	8,617.80	560.02	8,057.78	1.00
TOTALS		25,853.38	1,643.66	24,209.72	