

Lessee Transactions for Proprietary Funds (Auxiliaries and Service Centers)

On July 1, 2021, a new lease commences. Business Affairs posts a JV recording the lease asset and liability in the department index/fund.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|---------------------------------|------------|------------|------------------|
| JV | 7/1/2021 | Department index | A8350 | Lease Asset Building | 205,320.65 | | Record new lease |
| | | Department index | B2765 | Lease Liab Current - Building | | 54,818.31 | Record new lease |
| | | Department index | B2775 | Lease Liab Long Term - Building | | 150,502.34 | Record new lease |

On July 1, 2021, the department/Accounts Payable pays the invoice to the vendor.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|--------------------------------|----------|--------|---------------|
| Invoice | 7/1/2021 | Department index | 24405 | Lease Asset Expense - Building | 4,588.39 | | Lease payment |

On July 1, 2021, Business Affairs posts a JV to adjust the lease payment to show a reduction in liability; reclass a portion of the liability from long-term to current; accrue interest expense; and amortize the lease asset.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|-----------------------------------|----------|----------|------------------------------|
| JV | 7/1/2021 | Department index | B2765 | Lease Liability Current-Building | 4,588.39 | | Adjust lease payment |
| | | Department index | 24405 | Lease Asset Expense - Building | | 4,588.39 | Adjust lease payment |
| | | Department index | B2775 | Lease Liab Long Term - Building | 4,654.55 | | Reclass liability to current |
| | | Department index | B2765 | Lease Liab Current - Building | | 4,654.55 | Reclass liability to current |
| | | Department index | 28855 | Interest Exp Lease Asset-Building | 95.35 | | Interest expense |
| | | Department index | B2780 | Accrued Lease Interest Payable | | 95.35 | Interest accrual |
| | | Department index | 80850 | Amort Exp-Lease Asset Building | 4,774.90 | | Asset amortization |
| | | Department index | A8850 | Acc Amort-Lease Asset Building | | 4,774.90 | Asset amortization |

On August 1, 2021, the department/Accounts Payable pays the invoice to the vendor.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|--------------------------------|----------|--------|---------------|
| Invoice | 8/1/2021 | Department index | 24405 | Lease Asset Expense - Building | 4,588.39 | | Lease payment |

On August 1, 2021, Business Affairs posts a JV to adjust the lease payment to show a reduction in liability and interest payable; reclass a portion of the liability from long-term to current; accrue interest expense; and amortize the lease asset.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|------------------------------------|----------|----------|------------------------------|
| JV | 8/1/2021 | Department index | B2765 | Lease Liability Current - Building | 4,493.04 | | Adjust lease payment |
| | | Department index | B2780 | Accrued Lease Interest Payable | 95.35 | | Adjust lease payment |
| | | Department index | 24405 | Lease Asset Expense - Building | | 4,588.39 | Adjust lease payment |
| | | Department index | B2775 | Lease Liab Long Term - Building | 4,656.76 | | Reclass liability to current |
| | | Department index | B2765 | Lease Liab Current - Building | | 4,656.76 | Reclass liability to current |
| | | Department index | 28855 | Interest Exp Lease Asset-Building | 93.21 | | Interest expense |
| | | Department index | B2780 | Accrued Lease Interest Payable | | 93.21 | Interest accrual |
| | | Department index | 80850 | Amort Exp-Lease Asset Building | 4,774.90 | | Asset amortization |
| | | Department index | A8850 | Acc Amort-Lease Asset Building | | 4,774.90 | Asset amortization |

Lessee Transactions for Non-Proprietary Funds

On July 1, 2021, a new lease commences. Business Affairs posts a JV recording the lease asset and liability in Net Investment in Plant (fund 890000).

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|-------------------------|-----------|---------------------------------|------------|------------|------------------|
| JV | 7/1/2021 | Net Investment in Plant | A8350 | Lease Asset Building | 205,320.65 | | Record new lease |
| | | Net Investment in Plant | B2765 | Lease Liab Current - Building | | 54,818.31 | Record new lease |
| | | Net Investment in Plant | B2775 | Lease Liab Long Term - Building | | 150,502.34 | Record new lease |

On July 1, 2021, the department/Accounts Payable pays the invoice to the vendor.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|--------------------------------|----------|--------|---------------|
| Invoice | 7/1/2021 | Department index | 24405 | Lease Asset Expense - Building | 4,588.39 | | Lease payment |

On July 1, 2021, Business Affairs posts a JV to adjust the lease payment to show a reduction in liability; reclass a portion of the liability from long-term to current; accrue interest expense; and amortize the lease asset.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|-------------------------|-----------|-----------------------------------|----------|----------|------------------------------|
| JV | 7/1/2021 | Net Investment in Plant | B2765 | Lease Liability Current-Building | 4,588.39 | | Adjust lease payment |
| | | Net Investment in Plant | 24405 | Lease Asset Expense - Building | | 4,588.39 | Adjust lease payment |
| | | Net Investment in Plant | B2775 | Lease Liab Long Term - Building | 4,654.55 | | Reclass liability to current |
| | | Net Investment in Plant | B2765 | Lease Liab Current - Building | | 4,654.55 | Reclass liability to current |
| | | Net Investment in Plant | 28855 | Interest Exp Lease Asset-Building | 95.35 | | Interest expense |
| | | Net Investment in Plant | B2780 | Accrued Lease Interest Payable | | 95.35 | Interest accrual |
| | | Net Investment in Plant | 80850 | Amort Exp-Lease Asset Building | 4,774.90 | | Asset amortization |
| | | Net Investment in Plant | A8850 | Acc Amort-Lease Asset Building | | 4,774.90 | Asset amortization |

On August 1, 2021, the department/Accounts Payable pays the invoice to the vendor.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|--------------------------------|----------|--------|---------------|
| Invoice | 8/1/2021 | Department index | 24405 | Lease Asset Expense - Building | 4,588.39 | | Lease payment |

On August 1, 2021, Business Affairs posts a JV to adjust the lease payment to show a reduction in liability and interest payable; reclass a portion of the liability from long-term to current; accrue interest expense; and amortize the lease asset.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|-------------------------|-----------|------------------------------------|----------|----------|------------------------------|
| JV | 8/1/2021 | Net Investment in Plant | B2765 | Lease Liability Current - Building | 4,493.04 | | Adjust lease payment |
| | | Net Investment in Plant | B2780 | Accrued Lease Interest Payable | 95.35 | | Adjust lease payment |
| | | Net Investment in Plant | 24405 | Lease Asset Expense - Building | | 4,588.39 | Adjust lease payment |
| | | Net Investment in Plant | B2775 | Lease Liab Long Term - Building | 4,656.76 | | Reclass liability to current |
| | | Net Investment in Plant | B2765 | Lease Liab Current - Building | | 4,656.76 | Reclass liability to current |
| | | Net Investment in Plant | 28855 | Interest Exp Lease Asset-Building | 93.21 | | Interest expense |
| | | Net Investment in Plant | B2780 | Accrued Lease Interest Payable | | 93.21 | Interest accrual |
| | | Net Investment in Plant | 80850 | Amort Exp-Lease Asset Building | 4,774.90 | | Asset amortization |
| | | Net Investment in Plant | A8850 | Acc Amort-Lease Asset Building | | 4,774.90 | Asset amortization |

Lessee Amortization Example

| | |
|------------------------------|-------------------------------------------------------------------------------------|
| Right to possession of asset | 7/1/2021 |
| Base term | 7/1/2021 - 6/30/2022 |
| Options | Lease term may be extended by tenant until 1/31/2025; per department this is likely |
| Full term | 7/1/2021 - 1/31/2025 |
| Incremental borrowing rate | 0.57% |

| Lease Payment Date | Base Lease Payment | Payment Reductions or Additions | Total Lease Payment | Interest Expense | Liability Reduction | Liability Balance | Asset Amortization Amount | Lease Asset Balance |
|--------------------|--------------------|---------------------------------|---------------------|------------------|---------------------|-------------------|---------------------------|---------------------|
| Period 0 | - | - | - | - | - | 205,320.65 | - | 205,320.65 |
| 7/1/2021 | 4,588.39 | - | 4,588.39 | - | 4,588.39 | 200,732.26 | 4,774.90 | 200,545.75 |
| 8/1/2021 | 4,588.39 | - | 4,588.39 | 95.35 | 4,493.04 | 196,239.22 | 4,774.90 | 195,770.85 |
| 9/1/2021 | 4,588.39 | - | 4,588.39 | 93.21 | 4,495.18 | 191,744.04 | 4,774.90 | 190,995.95 |
| 10/1/2021 | 4,588.39 | - | 4,588.39 | 91.08 | 4,497.31 | 187,246.73 | 4,774.90 | 186,221.05 |
| 11/1/2021 | 4,588.39 | - | 4,588.39 | 88.94 | 4,499.45 | 182,747.28 | 4,774.90 | 181,446.16 |
| 12/1/2021 | 4,588.39 | - | 4,588.39 | 86.80 | 4,501.59 | 178,245.69 | 4,774.90 | 176,671.26 |
| 1/1/2022 | 4,588.39 | - | 4,588.39 | 84.67 | 4,503.72 | 173,741.97 | 4,774.90 | 171,896.36 |
| 2/1/2022 | 4,726.04 | - | 4,726.04 | 82.53 | 4,643.51 | 169,098.46 | 4,774.90 | 167,121.46 |
| 3/1/2022 | 4,726.04 | - | 4,726.04 | 80.32 | 4,645.72 | 164,452.74 | 4,774.90 | 162,346.56 |
| 4/1/2022 | 4,726.04 | - | 4,726.04 | 78.12 | 4,647.92 | 159,804.82 | 4,774.90 | 157,571.66 |
| 5/1/2022 | 4,726.04 | - | 4,726.04 | 75.91 | 4,650.13 | 155,154.68 | 4,774.90 | 152,796.76 |
| 6/1/2022 | 4,726.04 | - | 4,726.04 | 73.70 | 4,652.34 | 150,502.34 | 4,774.90 | 148,021.86 |
| 7/1/2022 | 4,726.04 | - | 4,726.04 | 71.49 | 4,654.55 | 145,847.79 | 4,774.90 | 143,246.97 |
| 8/1/2022 | 4,726.04 | - | 4,726.04 | 69.28 | 4,656.76 | 141,191.03 | 4,774.90 | 138,472.07 |
| 9/1/2022 | 4,726.04 | - | 4,726.04 | 67.07 | 4,658.97 | 136,532.05 | 4,774.90 | 133,697.17 |
| 10/1/2022 | 4,726.04 | - | 4,726.04 | 64.85 | 4,661.19 | 131,870.87 | 4,774.90 | 128,922.27 |
| 11/1/2022 | 4,726.04 | - | 4,726.04 | 62.64 | 4,663.40 | 127,207.46 | 4,774.90 | 124,147.37 |
| 12/1/2022 | 4,726.04 | - | 4,726.04 | 60.42 | 4,665.62 | 122,541.85 | 4,774.90 | 119,372.47 |
| 1/1/2023 | 4,726.04 | - | 4,726.04 | 58.21 | 4,667.83 | 117,874.02 | 4,774.90 | 114,597.57 |
| 2/1/2023 | 4,867.82 | - | 4,867.82 | 55.99 | 4,811.83 | 113,062.19 | 4,774.90 | 109,822.67 |
| 3/1/2023 | 4,867.82 | - | 4,867.82 | 53.70 | 4,814.12 | 108,248.07 | 4,774.90 | 105,047.77 |
| 4/1/2023 | 4,867.82 | - | 4,867.82 | 51.42 | 4,816.40 | 103,431.67 | 4,774.90 | 100,272.88 |
| 5/1/2023 | 4,867.82 | - | 4,867.82 | 49.13 | 4,818.69 | 98,612.98 | 4,774.90 | 95,497.98 |
| 6/1/2023 | 4,867.82 | - | 4,867.82 | 46.84 | 4,820.98 | 93,792.00 | 4,774.90 | 90,723.08 |
| 7/1/2023 | 4,867.82 | - | 4,867.82 | 44.55 | 4,823.27 | 88,968.73 | 4,774.90 | 85,948.18 |
| 8/1/2023 | 4,867.82 | - | 4,867.82 | 42.26 | 4,825.56 | 84,143.17 | 4,774.90 | 81,173.28 |
| 9/1/2023 | 4,867.82 | - | 4,867.82 | 39.97 | 4,827.85 | 79,315.32 | 4,774.90 | 76,398.38 |
| 10/1/2023 | 4,867.82 | - | 4,867.82 | 37.67 | 4,830.15 | 74,485.17 | 4,774.90 | 71,623.48 |
| 11/1/2023 | 4,867.82 | - | 4,867.82 | 35.38 | 4,832.44 | 69,652.73 | 4,774.90 | 66,848.58 |
| 12/1/2023 | 4,867.82 | - | 4,867.82 | 33.09 | 4,834.73 | 64,818.00 | 4,774.90 | 62,073.68 |
| 1/1/2024 | 4,867.82 | - | 4,867.82 | 30.79 | 4,837.03 | 59,980.97 | 4,774.90 | 57,298.79 |
| 2/1/2024 | 5,013.86 | - | 5,013.86 | 28.49 | 4,985.37 | 54,995.60 | 4,774.90 | 52,523.89 |
| 3/1/2024 | 5,013.86 | - | 5,013.86 | 26.12 | 4,987.74 | 50,007.86 | 4,774.90 | 47,748.99 |
| 4/1/2024 | 5,013.86 | - | 5,013.86 | 23.75 | 4,990.11 | 45,017.76 | 4,774.90 | 42,974.09 |
| 5/1/2024 | 5,013.86 | - | 5,013.86 | 21.38 | 4,992.48 | 40,025.28 | 4,774.90 | 38,199.19 |
| 6/1/2024 | 5,013.86 | - | 5,013.86 | 19.01 | 4,994.85 | 35,030.43 | 4,774.90 | 33,424.29 |
| 7/1/2024 | 5,013.86 | - | 5,013.86 | 16.64 | 4,997.22 | 30,033.21 | 4,774.90 | 28,649.39 |
| 8/1/2024 | 5,013.86 | - | 5,013.86 | 14.27 | 4,999.59 | 25,033.62 | 4,774.90 | 23,874.49 |
| 9/1/2024 | 5,013.86 | - | 5,013.86 | 11.89 | 5,001.97 | 20,031.65 | 4,774.90 | 19,099.60 |
| 10/1/2024 | 5,013.86 | - | 5,013.86 | 9.52 | 5,004.34 | 15,027.30 | 4,774.90 | 14,324.70 |
| 11/1/2024 | 5,013.86 | - | 5,013.86 | 7.14 | 5,006.72 | 10,020.58 | 4,774.90 | 9,549.80 |
| 12/1/2024 | 5,013.86 | - | 5,013.86 | 4.76 | 5,009.10 | 5,011.48 | 4,774.90 | 4,774.90 |
| 1/1/2025 | 5,013.86 | - | 5,013.86 | 2.38 | 5,011.48 | 0.00 | 4,774.90 | 0.00 |
| TOTAL | 207,411.37 | | | 2,090.72 | | | 205,320.65 | |

Lessor Transactions for Proprietary Funds (Auxiliaries and Service Centers)

On July 1, 2021, a new lease commences. Business Affairs posts a JV recording the lease receivable and deferred inflow in the department's fund/index.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|---------------------------------------|-----------|-----------|------------------|
| JV | 7/1/2021 | Department index | A3465 | Lease Receivable Current - Building | 17,674.18 | | Record new lease |
| | | Department index | A3475 | Lease Receivable Long Term - Building | 53,528.32 | | Record new lease |
| | | Department index | B9045 | Deferred Inflows Lease - Building | | 71,202.50 | Record new lease |

On July 1, 2021, the department deposits the payment with Cashiers.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|---------------|-------|----------|-----------------|
| Deposit | 7/1/2021 | Department index | 06728 | Lease revenue | | 1,500.00 | Payment deposit |

On July 1, 2021, Business Affairs posts a JV to adjust the lease deposit to show a reduction in receivable; reclass a portion of the receivable from long-term to current; accrue interest revenue; and recognize revenue from the deferred inflow.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|---------------------------------------|----------|----------|----------------------------------------|
| JV | 7/1/2021 | Department index | 06728 | Lease Receivable Income | 1,500.00 | | Adjust deposit |
| | | Department index | A3465 | Lease Receivable Current - Building | | 1,500.00 | Adjust deposit |
| | | Department index | A3465 | Lease Receivable Current - Building | 1,474.57 | | Reclass receivable to current |
| | | Department index | A3475 | Lease Receivable Long Term - Building | | 1,474.57 | Reclass receivable to current |
| | | Department index | A3480 | Accrued Lease Interest | 33.11 | | Accrue interest revenue |
| | | Department index | 05158 | Interest Revenue - Leases | | 33.11 | Interest revenue |
| | | Department index | B9045 | Deferred Inflows Lease - Building | 1,483.39 | | Recognize revenue from deferred inflow |
| | | Department index | 06745 | Deferred Lease Income - Building | | 1,483.39 | Recognize revenue from deferred inflow |

On August 1, 2021, the department deposits the payment with Cashiers.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|---------------|-------|----------|-----------------|
| Deposit | 8/1/2021 | Department index | 06728 | Lease revenue | | 1,500.00 | Payment deposit |

On August 1, 2021, Business Affairs posts a JV to adjust the lease deposit to show a reduction in receivable and interest receivable; reclass a portion of the receivable from long-term to current; accrue interest revenue; and recognize revenue from the deferred inflow.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|---------------------------------------|----------|----------|----------------------------------------|
| JV | 8/1/2021 | Department index | 06728 | Lease revenue | 1,500.00 | | Adjust deposit |
| | | Department index | A3465 | Lease Receivable Current - Building | | 1,466.89 | Adjust deposit |
| | | Department index | A3480 | Accrued Lease Interest | | 33.11 | Adjust deposit |
| | | Department index | A3465 | Lease Receivable Current - Building | 1,475.27 | | Reclass receivable to current |
| | | Department index | A3475 | Lease Receivable Long Term - Building | | 1,475.27 | Reclass receivable to current |
| | | Department index | A3480 | Accrued Lease Interest | 32.41 | | Accrue interest revenue |
| | | Department index | 05158 | Interest Revenue - Leases | | 32.41 | Interest revenue |
| | | Department index | B9045 | Deferred Inflows Lease - Building | 1,483.39 | | Recognize revenue from deferred inflow |
| | | Department index | 06745 | Deferred Lease Income - Building | | 1,483.39 | Recognize revenue from deferred inflow |

Lessor Transactions for Non-Proprietary Funds

On July 1, 2021, a new lease commences. Business Affairs posts a JV recording the lease receivable and deferred inflow in Net Investment in Plant (fund 890000).

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|-------------------------|-----------|---------------------------------------|-----------|-----------|------------------|
| JV | 7/1/2021 | Net Investment in Plant | A3465 | Lease Receivable Current - Building | 17,674.18 | | Record new lease |
| | | Net Investment in Plant | A3475 | Lease Receivable Long Term - Building | 53,528.32 | | Record new lease |
| | | Net Investment in Plant | B9045 | Deferred Inflows Lease - Building | | 71,202.50 | Record new lease |

On July 1, 2021, the department deposits the payment with Cashiers.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|---------------|-------|----------|-----------------|
| Deposit | 7/1/2021 | Department index | 06728 | Lease revenue | | 1,500.00 | Payment deposit |

On July 1, 2021, Business Affairs posts a JV to adjust the lease deposit to show a reduction in receivable; reclass a portion of the receivable from long-term to current; accrue interest revenue; and recognize revenue from the deferred inflow.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|-------------------------|-----------|---------------------------------------|----------|----------|----------------------------------------|
| JV | 7/1/2021 | Net Investment in Plant | 06728 | Lease Receivable Income | 1,500.00 | | Adjust deposit |
| | | Net Investment in Plant | A3465 | Lease Receivable Current - Building | | 1,500.00 | Adjust deposit |
| | | Net Investment in Plant | A3465 | Lease Receivable Current - Building | 1,474.57 | | Reclass receivable to current |
| | | Net Investment in Plant | A3475 | Lease Receivable Long Term - Building | | 1,474.57 | Reclass receivable to current |
| | | Net Investment in Plant | A3480 | Accrued Lease Interest | 33.11 | | Accrue interest revenue |
| | | Net Investment in Plant | 05158 | Interest Revenue - Leases | | 33.11 | Interest revenue |
| | | Net Investment in Plant | B9045 | Deferred Inflows Lease - Building | 1,483.39 | | Recognize revenue from deferred inflow |
| | | Net Investment in Plant | 06745 | Deferred Lease Income - Building | | 1,483.39 | Recognize revenue from deferred inflow |

On August 1, 2021, the department deposits the payment with Cashiers.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|------------------|-----------|---------------|-------|----------|-----------------|
| Deposit | 8/1/2021 | Department index | 06728 | Lease revenue | | 1,500.00 | Payment deposit |

On August 1, 2021, Business Affairs posts a JV to adjust the lease deposit to show a reduction in receivable and interest receivable; reclass a portion of the receivable from long-term to current; accrue interest revenue; and recognize revenue from the deferred inflow.

| Transaction | Date | Index | Acct code | Account Title | Debit | Credit | Description |
|-------------|----------|-------------------------|-----------|---------------------------------------|----------|----------|----------------------------------------|
| JV | 8/1/2021 | Net Investment in Plant | 06728 | Lease revenue | 1,500.00 | | Adjust deposit |
| | | Net Investment in Plant | A3465 | Lease Receivable Current - Building | | 1,466.89 | Adjust deposit |
| | | Net Investment in Plant | A3480 | Accrued Lease Interest | | 33.11 | Adjust deposit |
| | | Net Investment in Plant | A3465 | Lease Receivable Current - Building | 1,475.27 | | Reclass receivable to current |
| | | Net Investment in Plant | A3475 | Lease Receivable Long Term - Building | | 1,475.27 | Reclass receivable to current |
| | | Net Investment in Plant | A3480 | Accrued Lease Interest | 32.41 | | Accrue interest revenue |
| | | Net Investment in Plant | 05158 | Interest Revenue - Leases | | 32.41 | Interest revenue |
| | | Net Investment in Plant | B9045 | Deferred Inflows Lease - Building | 1,483.39 | | Recognize revenue from deferred inflow |
| | | Net Investment in Plant | 06745 | Deferred Lease Income - Building | | 1,483.39 | Recognize revenue from deferred inflow |

Lesser Amortization Example

| | |
|------------------------------|--------------------------------------------------------------------------------------------|
| Right to possession of asset | 7/1/2021 |
| Base term | 7/1/2021 - 6/30/2023 |
| Options | Lease term may be extended by tenant for 2 additional years; per department this is likely |
| Full term | 7/1/2021 - 6/30/2025 |
| Incremental borrowing rate | 0.57% |

| Lease Payment Date | Base Lease Payment | Payment Reductions or Additions | Total Lease Payment | Interest Expense | Liability Reduction | Liability Balance | Asset Amortization Amount | Lease Asset Balance |
|--------------------|--------------------|---------------------------------|---------------------|------------------|---------------------|-------------------|---------------------------|---------------------|
| Period 0 | - | - | - | - | - | 71,202.50 | - | 71,202.50 |
| 7/1/2021 | 1,500.00 | - | 1,500.00 | - | 1,500.00 | 69,702.50 | 1,483.39 | 69,719.11 |
| 8/1/2021 | 1,500.00 | - | 1,500.00 | 33.11 | 1,466.89 | 68,235.61 | 1,483.39 | 68,235.73 |
| 9/1/2021 | 1,500.00 | - | 1,500.00 | 32.41 | 1,467.59 | 66,768.02 | 1,483.39 | 66,752.34 |
| 10/1/2021 | 1,500.00 | - | 1,500.00 | 31.71 | 1,468.29 | 65,299.73 | 1,483.39 | 65,268.96 |
| 11/1/2021 | 1,500.00 | - | 1,500.00 | 31.02 | 1,468.98 | 63,830.75 | 1,483.39 | 63,785.57 |
| 12/1/2021 | 1,500.00 | - | 1,500.00 | 30.32 | 1,469.68 | 62,361.07 | 1,483.39 | 62,302.19 |
| 1/1/2022 | 1,500.00 | - | 1,500.00 | 29.62 | 1,470.38 | 60,890.69 | 1,483.39 | 60,818.80 |
| 2/1/2022 | 1,500.00 | - | 1,500.00 | 28.92 | 1,471.08 | 59,419.62 | 1,483.39 | 59,335.42 |
| 3/1/2022 | 1,500.00 | - | 1,500.00 | 28.22 | 1,471.78 | 57,947.84 | 1,483.39 | 57,852.03 |
| 4/1/2022 | 1,500.00 | - | 1,500.00 | 27.53 | 1,472.47 | 56,475.37 | 1,483.39 | 56,368.65 |
| 5/1/2022 | 1,500.00 | - | 1,500.00 | 26.83 | 1,473.17 | 55,002.19 | 1,483.39 | 54,885.26 |
| 6/1/2022 | 1,500.00 | - | 1,500.00 | 26.13 | 1,473.87 | 53,528.32 | 1,483.39 | 53,401.88 |
| 7/1/2022 | 1,500.00 | - | 1,500.00 | 25.43 | 1,474.57 | 52,053.74 | 1,483.39 | 51,918.49 |
| 8/1/2022 | 1,500.00 | - | 1,500.00 | 24.73 | 1,475.27 | 50,578.47 | 1,483.39 | 50,435.10 |
| 9/1/2022 | 1,500.00 | - | 1,500.00 | 24.02 | 1,475.98 | 49,102.49 | 1,483.39 | 48,951.72 |
| 10/1/2022 | 1,500.00 | - | 1,500.00 | 23.32 | 1,476.68 | 47,625.82 | 1,483.39 | 47,468.33 |
| 11/1/2022 | 1,500.00 | - | 1,500.00 | 22.62 | 1,477.38 | 46,148.44 | 1,483.39 | 45,984.95 |
| 12/1/2022 | 1,500.00 | - | 1,500.00 | 21.92 | 1,478.08 | 44,670.36 | 1,483.39 | 44,501.56 |
| 1/1/2023 | 1,500.00 | - | 1,500.00 | 21.22 | 1,478.78 | 43,191.58 | 1,483.39 | 43,018.18 |
| 2/1/2023 | 1,500.00 | - | 1,500.00 | 20.52 | 1,479.48 | 41,712.09 | 1,483.39 | 41,534.79 |
| 3/1/2023 | 1,500.00 | - | 1,500.00 | 19.81 | 1,480.19 | 40,231.91 | 1,483.39 | 40,051.41 |
| 4/1/2023 | 1,500.00 | - | 1,500.00 | 19.11 | 1,480.89 | 38,751.02 | 1,483.39 | 38,568.02 |
| 5/1/2023 | 1,500.00 | - | 1,500.00 | 18.41 | 1,481.59 | 37,269.42 | 1,483.39 | 37,084.64 |
| 6/1/2023 | 1,500.00 | - | 1,500.00 | 17.70 | 1,482.30 | 35,787.13 | 1,483.39 | 35,601.25 |
| 7/1/2023 | 1,500.00 | - | 1,500.00 | 17.00 | 1,483.00 | 34,304.13 | 1,483.39 | 34,117.86 |
| 8/1/2023 | 1,500.00 | - | 1,500.00 | 16.29 | 1,483.71 | 32,820.42 | 1,483.39 | 32,634.48 |
| 9/1/2023 | 1,500.00 | - | 1,500.00 | 15.59 | 1,484.41 | 31,336.01 | 1,483.39 | 31,151.09 |
| 10/1/2023 | 1,500.00 | - | 1,500.00 | 14.88 | 1,485.12 | 29,850.89 | 1,483.39 | 29,667.71 |
| 11/1/2023 | 1,500.00 | - | 1,500.00 | 14.18 | 1,485.82 | 28,365.07 | 1,483.39 | 28,184.32 |
| 12/1/2023 | 1,500.00 | - | 1,500.00 | 13.47 | 1,486.53 | 26,878.55 | 1,483.39 | 26,700.94 |
| 1/1/2024 | 1,500.00 | - | 1,500.00 | 12.77 | 1,487.23 | 25,391.31 | 1,483.39 | 25,217.55 |
| 2/1/2024 | 1,500.00 | - | 1,500.00 | 12.06 | 1,487.94 | 23,903.38 | 1,483.39 | 23,734.17 |
| 3/1/2024 | 1,500.00 | - | 1,500.00 | 11.35 | 1,488.65 | 22,414.73 | 1,483.39 | 22,250.78 |
| 4/1/2024 | 1,500.00 | - | 1,500.00 | 10.65 | 1,489.35 | 20,925.38 | 1,483.39 | 20,767.40 |
| 5/1/2024 | 1,500.00 | - | 1,500.00 | 9.94 | 1,490.06 | 19,435.32 | 1,483.39 | 19,284.01 |
| 6/1/2024 | 1,500.00 | - | 1,500.00 | 9.23 | 1,490.77 | 17,944.55 | 1,483.39 | 17,800.63 |
| 7/1/2024 | 1,500.00 | - | 1,500.00 | 8.52 | 1,491.48 | 16,453.07 | 1,483.39 | 16,317.24 |
| 8/1/2024 | 1,500.00 | - | 1,500.00 | 7.82 | 1,492.18 | 14,960.89 | 1,483.39 | 14,833.85 |
| 9/1/2024 | 1,500.00 | - | 1,500.00 | 7.11 | 1,492.89 | 13,467.99 | 1,483.39 | 13,350.47 |
| 10/1/2024 | 1,500.00 | - | 1,500.00 | 6.40 | 1,493.60 | 11,974.39 | 1,483.39 | 11,867.08 |
| 11/1/2024 | 1,500.00 | - | 1,500.00 | 5.69 | 1,494.31 | 10,480.08 | 1,483.39 | 10,383.70 |
| 12/1/2024 | 1,500.00 | - | 1,500.00 | 4.98 | 1,495.02 | 8,985.06 | 1,483.39 | 8,900.31 |
| 1/1/2025 | 1,500.00 | - | 1,500.00 | 4.27 | 1,495.73 | 7,489.32 | 1,483.39 | 7,416.93 |
| 2/1/2025 | 1,500.00 | - | 1,500.00 | 3.56 | 1,496.44 | 5,992.88 | 1,483.39 | 5,933.54 |
| 3/1/2025 | 1,500.00 | - | 1,500.00 | 2.85 | 1,497.15 | 4,495.73 | 1,483.39 | 4,450.16 |
| 4/1/2025 | 1,500.00 | - | 1,500.00 | 2.14 | 1,497.86 | 2,997.86 | 1,483.39 | 2,966.77 |
| 5/1/2025 | 1,500.00 | - | 1,500.00 | 1.42 | 1,498.58 | 1,499.29 | 1,483.39 | 1,483.39 |
| 6/1/2025 | 1,500.00 | - | 1,500.00 | 0.71 | 1,499.29 | (0.00) | 1,483.39 | 0.00 |
| | 72,000.00 | | | 797.50 | | | 71,202.50 | |