

# PROMISSORY NOTE

Principal amount: \$ \_\_\_\_\_

Date: \_\_\_\_\_

**FOR VALUE RECEIVED,** \_\_\_\_\_ Volunteer Fire Department (Borrower), promises to pay \_\_\_\_\_ Volunteer Firefighters' Relief Association (Lender) \$ \_\_\_\_\_ and interest at the yearly rate of \_\_\_\_\_ % on the unpaid balance as specified below.

**MONTHLY INSTALLMENTS:** Borrower will pay \_\_\_\_\_ monthly installments of \$ \_\_\_\_\_. (See amortization schedule attached)

**DATE OF INSTALLMENT PAYMENTS:** Borrower will make an installment payment on the \_\_\_\_\_ day of each month beginning in \_\_\_\_\_ of \_\_\_\_\_ until the principal and interest have been paid in full.

**APPLICATION OF PAYMENTS:** Payments will be applied first to interest and then to principal.

**PREPAYMENT:** Borrower may prepay all or any part of the principal without penalty.

**LOAN ACCELERATION:** If Borrower is more than \_\_\_\_\_ days late in making any payment, Lender may declare that the entire balance of unpaid principal is due immediately, together with the interest that has accrued. Lender may also use all remedies in law and in equity to enforce and collect the amount owed under this Note.

**SECURITY:** Borrower agrees that until the principal and interest owed under this Promissory Note are paid in full, this note will be secured by the \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_.

**COLLECTION COSTS:** If Lender prevails in a lawsuit to collect on this note, Borrower will pay Lender's costs and lawyer's fees in an amount the court finds to be reasonable.

Signed \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Borrower – \_\_\_\_\_ Fire Department

Signed \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Borrower – \_\_\_\_\_ Fire Department

Signed \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Lender – \_\_\_\_\_ Volunteer Firefighters' Relief Association

Signed \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Lender – \_\_\_\_\_ Volunteer Firefighters' Relief Association