UNITED INDEPENDENT SCHOOL DISTRICT
AGENDA ACTION ITEM

TOPIC: Lease Agreement for the Chiller Replacement Project at Perez Elementary

SUBMITTED BY: Laida P. Benavides/Alfonso Pena OF: Finance Office and Facilities

APPROVED FOR TRANSMITTAL TO SCHOOL BOARD: _____

DATE ASSIGNED FOR BOARD CONSIDERATION: November 18, 2026

RECOMMENDATION:
It is recommended the Board of Trustees approve the 3rd party lease agreement with U.S. Bancorp Government Leasing and Financing, Inc. for $343,456 for the chiller replacement project at Perez Elementary through Trane an approved Omnia contract vendor (contract #3341)

RATIONALE:
The chiller replacement is for Perez Elementary school. The equipment replaced is over 15 years old; a rental chiller has been installed to keep the temperature in the campus at a comfortable level. The rental chiller costs the district about $20,000 per month. The new chiller will be installed by the company to guarantee equipment and labor warranties.

The leasing company is U.S. Bancorp Government Leasing and Financing, Inc. The lease agreement (see attached proposal) offered is structured as a tax-exempt municipal lease for a 5-year term lease, a fixed 5.15% interest rate, with an annual payment of $79,358.90.

PNC Bank reviewed the proposed equipment financing and did not see an issue with the district proceeding while the TRAN remains outstanding.

BUDGETARY INFORMATION:
General Funds

BOARD POLICY REFERENCE AND COMPLIANCE:
CH (legal)