

**Joe Prom and I recommend approving the Superintendent or Director of Business Services to enter into a lease-purchase agreement with Santander Bank, NA via Hoglund Bus & Truck Co.**

- Buses would be leased over five years. Amounts for lease payments are included in the FY16 budget for the transportation department.
- Financing quotes were received from three potential lenders. Amounts quoted below were received from Santander, which quoted the lowest rates.

The lease agreement has been reviewed by administration and is similar to prior bus leases.

**Bus Lease Estimated Equipment Costs**

2 - 2016 International 77 Passenger Buses	\$185,576
Down Payment	-39,034
Total Amount Financed	\$146,542
	-39,034
October 2016 Payment	
	-39,034
October 2017 Payment	
	-39,034
October 2018 Payment	
	-39,034
October 2019 Payment	
Total Interest Costs	\$(9,594)