



Ector County Independent School District

Action Page

TO: Board of Trustees

FROM: Deborah Ottmers, Chief Financial Officer

SUBJECT: DISCUSSION OF AND REQUEST FOR APPROVAL OF THE PAYOFF OF BUS LEASE

DATE: May 18, 2021

ECISD is requesting approval to pay the final amount due on the bus lease from Santander in the amount of \$2,244,749.52 from the General Fund-fund balance in May 2021. Paying this lease off early will save \$162,195 in interest costs and we will fully own the 30 buses.

This lease was initiated in 2019. The first payment was 8/30/2019 and was to continue until 8/30/2025. We paid \$481,389 in August 2019 and 2020.

Amortization Schedule for 30 Bus Leases Summary					
Nominal Annual Rate	3.26%				
	DATE	PAYMENT	INTEREST	PRINCIPAL	BALANCE
Loan	7/30/2019	.			3,058,330.00
1	8/30/2019	481,389.00	8,467.80	472,921.20	2,585,408.80
2	8/30/2020	481,389.00	84,284.33	397,104.67	2,188,304.13
3	8/30/2021	481,389.00	71,338.72	410,050.28	1,778,253.85
4	8/30/2022	481,389.00	57,971.08	423,417.92	1,354,835.93
5	8/30/2023	481,389.00	44,167.65	437,221.35	917,614.58
6	8/30/2024	481,389.00	29,914.27	451,474.73	466,139.85
7	8/30/2025	481,389.00	15,249.18	466,139.82	0.03
		3,369,723.00	311,393.03	3,058,329.97	

Administrative Recommendation:

Approval of Bus Lease Pay Off