

**Board Agenda Item:**

School Bus Procurement Resolution

*Consider and take possible action on a Government Capital resolution regarding a financing agreement for the purpose of procuring a school bus at the cost of \$159,015.*

**Presented for:**

Board Action  Report/Review Only

**Supporting Documents:**

None  Attached  Provided Later

**Contact Person:**

Melissa Gonzalez: Business Manager

Michael Chambers; Director of Maintenance and Operations

**Background Information:**

We will have made our last payment on the 3-year lease for our current bus that will take us through this school year. This resolution with Government Capital will be for a new 3-year lease on a 2027 Blue Bird Vision BBCV 3507 MGSAB 77 passenger capacity bus seated for 44 passengers for an estimated cost of \$159,015. Annual payments for 3 years will be \$59,754.12 with an effective interest rate of 4.80%.

**Fiscal Implications:**

\$59,754.12 per year for 3-years with an effective interest rate of 4.80%. We already budget for this payment each year as we continue our 3-year cycle of leasing. This lease will increase \$14,000 per year from our last purchase. We have also changed the first payment date from June 2026 to March 2026 to save a little in interest

**Administrative Recommendation:**

***The Administration recommends approval of the Government Capital resolution regarding a financing agreement for the purpose of procuring a school bus.***