

F. Kevin Januszewski and I recommend authorizing the Superintendent or Director of Business Services to enter into a lease-purchase agreement with American Capital.

- The bus is being purchased from North Central Bus; state contract pricing and net trade-in of one bus.
- The bus would be leased over five years. Amounts for lease payments are included in the FY 19 budget for the transportation department.
- Financing quotes were received from two potential lenders. Amounts quoted below were received from American Capital which quoted the lowest rates.
- The lease agreement has been reviewed by administration and is similar to prior bus leases; we also receive an opinion letter from legal counsel approving the terms and agreements of the lease agreement.

Equipment Costs

1 - 2019 Blue Bird All American 88 Passenger School Bus		<u>\$117,260</u>
Total Equipment Costs		\$117,260
Down Payment	Due	
December 2018		<u>(25,277)</u>
Total Amount Financed		<u>\$91,983</u>
	December 2019 Payment	(25,277)
	December 2020 Payment	(25,277)
	December 2021 Payment	(25,277)
	December 2022 Payment	<u>(25,277)</u>
Total Interest Costs		<u>\$(9,123)</u>
Lease Interest Rate		3.83%