

**Board of Education Special Meeting
October 2, 2020**

CALL TO ORDER:

A special meeting of the Board of Education was held remotely via Google Meet and was called to order by President Raymond Parmarter at 2:01 p.m., with the following additional board members present: Nate Brace, Josh Soper, Brent Doane, and Michael Blake. Also present was School Business Official Sydney Wade. There were no visitors present.

School Bus Financing Bid Acceptance:

Two (2) bids for the financing of school buses was received by the deadline and opened on September 25, 2020 by School Business Official Sydney Wade.

The bids received for a loan amount of \$310,831.24, over a five-year period, is as follows:

Municipal Asset Management, Inc. - 2.13% annually
- 5 annual payments of \$64,813.94/ea.
(Based on \$310,831.24)

Public Sector Capital, LLC - 1.72% annually
- 5 annual payments of \$64,338.25/ea.
(Based on \$310,831.24)

Note: Although Public Sector Capital, LLC is offering a lower interest rate, they are adding on additional fees: \$1,000-\$2,500 closing document fee, and an arranger fee of \$3,750, which results in a higher cost of financing overall.

The Board approved the bid for the financing for lease-purchase of two (2) sixty-five passenger buses and two (2) thirty-five (35) passenger wheelchair accessible bus, as approved by the voters of the district on June 16, 2020, be awarded to the lowest responsible bidder, **Municipal Asset Management, Inc.**, 25288 Foothills Drive North, Golden, CO 80401, for a loan amount of \$310,831.24 at an annual rate of 2.13%, over a five-year period.

Additionally, the Board approved the authorization of Sydney Wade, School Business Official, to act as lead facilitator to direct, take such action, expend such funds and execute such other documents, certificates and instruments as may be necessary or desirable to carry out and comply with the intent of this resolution and to carry out, comply with and perform the duties of the Candor Central School District (Lessee) with respect to the Agreement and Equipment.

Resolution of Governing Body for Bus Lease:

The Board approved the following resolution:

“**WHEREAS**, in order to facilitate the acquisition of certain equipment for use by the Lessee and to pay the cost thereof, it is necessary and desirable for the Lessee to enter into a Tax Exempt Lease Purchase Agreement (together with all Exhibits and Schedules, the "Agreement") with Municipal Asset Management, Inc., pursuant to which the Lessee will Finance the Equipment from the Lessor with an option to purchase; and

NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF LESSEE, AS FOLLOWS:

Section 1. Approval of the Agreement. The Agreement is hereby approved in substantially the forms submitted to and reviewed by the governing body of the Lessee on the date hereof, with such changes therein as shall be approved by the following officer of the Lessee, said officer's execution thereof to be conclusive evidence of the approval thereof:

Title

Printed Name

Signature

Said officer is hereby authorized and directed to execute and deliver the Agreement on behalf of and as the act and deed of the Lessee, and to affix the seal of the Lessee, if applicable.

Section 2. Further Authority. The Lessee shall, and the officials and agents of the Lessee are hereby authorized and directed to, take such action, expend such funds and execute such other documents, certificates and instruments as may be necessary or desirable to carry out and comply with the intent of this resolution and to carry out, comply with and perform the duties of the Lessee with respect to the Agreement and the Equipment.

Section 3. Declaration of Official Intent of Reimbursement of Capital Expenditures. BE IT RESOLVED by the Board of Education (the "Governing Body") of Candor Central School District (the "Governmental Unit"), as follows:

The Governing Body has determined that it is necessary and in the best interests of the Governmental Unit to acquire four (4) new buses described further on The Agreement (the "Equipment"). The Governmental Unit intends to finance all or a portion of such Equipment cost through the entering into of a Tax Exempt Lease Purchase Agreement the interest on which is intended to be excludable from the gross income of the recipient for federal income tax purposes (the "Agreement"). The Governmental Unit expects to make expenditures for costs relating to the Equipment after the date of this resolution (or has made such expenditure no longer than 60 days prior to the date of this resolution) and prior to the entering into of such Agreement.

Official Intent Declaration. The Governmental Unit reasonably expects to reimburse the expenditures it will make or has made in the last 60 days for costs of the acquisition of Equipment out of the proceeds of the Agreement to be incurred by the Governmental Unit in a maximum principal amount not to exceed \$350,000 after the date of payment of all or a portion of such acquisition costs. All reimbursed expenditures shall be capital expenditures as defined in Section 1.150-1 (h) of the Regulations.

Section 4. Pursuant to Section 147(f)/Section 265(b) of the Internal Revenue Code of 1986, as amended (the "Code"), Lessee hereby specifically designates the Agreement as a "qualified tax-exempt obligation" for purposes of Section 147(f)/Section 265(b)(3) of the Code."

ADJOURNMENT:

President Parmarter declared the meeting adjourned at 2:06 p.m.

Respectfully submitted,

Kathlyn M. Hinkle
Clerk of the Board