

Financing

RESOLUTION FOR LEASE PURCHASE AGREEMENT

The College has been working with DMA architects on the planning for the renovation and expansion of the Library and the Technical Building. Funding has been secured from the Kansas Board of Regents as well as tax credits (5-year) that will be sold by the Foundation. In addition, the Foundation is presently soliciting funds to assist with the project. It may be necessary to finance a portion of the project with a lease purchase agreement. We are currently working with bond council Gillmore and Bell.

We are currently waiting on legislation that would extend the state interest free bonds to a 20-year payback. If the legislature approves the extension, our first choice would be to apply for any additional funding through the interest free bonds. This is a competitive process and funds may or may not be available. In addition, the College Foundation continues to raise funds for the project.

A resolution from the Board is required to enter into a Lease Purchase agreement (COP). At this time, it is not known if the College will need to enter into a lease purchase agreement in order to provide partial financing for the project. Therefore, at the March 18, 2008 regular Board meeting, you will be asked to approve a resolution that will give the Board the authority to enter into a lease purchase agreement if needed. If it is necessary to enter into the lease, further details outlining the lease, terms, etc. will be presented to the Board for approval.