Minutes

USD #112 Board of Education met Friday morning August 4, 2017, for a special meeting, beginning at 8:35 a.m. at USD #112 District Office in Holyrood, KS with the following attending:

Board Members:

Michelle Brokes
Tony Zink
Brad Schiermeyer
Dennis Rolfs

Also attending were Greg Clark, Superintendent, Bobby Crow, Acting Board Clerk and John Sherman, District Attorney.

Michelle Brokes called the special meeting to order

On motion by Tony Zink and seconded by Dennis Rolfs, the board voted 4-0 to approve the agenda.

At 8:38 a.m. Jerry Bieberle, Cherlyn Maier and Jacob Charvat joined the meeting by phone.

Mr. Clark presented the quote from Knipp Services for the mechanical and lighting upgrades at Central Plains Middle School for the amount of $820,952. He also informed the board he received bids from two banks for the financing of the Project of a Lease Purchase Agreement:

Wilson State Bank @ 2.69%
Lyons Federal Bank @ 3.189%

On motion by Tony Zink and seconded by Brad Schiermeyer, the board voted 7-0 to adopt Resolution 08-04-17 (see attached) for the improvements and financing of the mechanical and lighting upgrades at Central Plains Middle School.

On motion by Brad Schiermeyer and seconded by Dennis Rolfs, the board voted 7-0 to adjourn the meeting at 8:50 a.m.

Bobby Crow
Acting Board Clerk

Michelle Brokes
President

WAIVER OF NOITCE OF SPECIAL BOARD MEETING

USD #112

We the undersigned Board members hereby waive the written, required under the provisions of K.S.A. 72-8205, of this special board meeting, as to the time, place and purpose of a special meeting of the Board of Education of Unified School District No. 112, Ellsworth County, Kansas, held on the 4th day of August, 2017, and consent to the transaction of the following Board business at said meeting:

1) Quote submitted by Knipp Services dated July 11, 2017 for mechanical & lighting upgrades at Central Plains Middle School and the financing of the project

Dated: 8/4/2017

_____ _____

_____ _____

_____ _____

_____

RESOLUTION FOR MECHANICAL AND LIGHTING IMPROVEMENTS AND UPGRADES

RESOLUTION NO. 08-04-17

WHEREAS, there are mechanical, heating, cooling and lighting inefficiencies at the Bushton building, which mechanical, heating and cooling inefficiencies and ongoing repairs are costly to the school district; and

WHEREAS, Unified School District No. 112, Ellsworth County, Kansas ("USD 112") has determined it is in its best economic and other interest of the patrons, students and USD 112 to make improvements in the mechanical, heating, cooling and electric systems at the Bushton; and

WHEREAS, the Board of Education of USD 112 has spent considerable time and effort in reviewing engineering studies, reports and the Bushton building facilities; and

WHEREAS, it is believed that by upgrading the mechanical, heating, cooling and lighting systems, and investment grade District wide energy audit as proposed by KNIPP Equipment, Inc., dba KNIPP Services, in their project quote of July 11, 2017 (the "Project"), that long-run efficiencies and cost savings will ultimately pay for the cost of the upgrades as proposed by KNIPP Equipment, Inc., dba KNIPP Services; and

WHEREAS, KNIPP Equipment, Inc., dba KNIPP Services, has represented and warranted to USD 112 that it is not necessary to bid the Project, as KNIPP Equipment, Inc., dba KNIPP Services is an approved contractor with the Southeast Kansas Education Service Center ("Greenbush") for the state approved purchasing program known as the Association of Education Purchasing Agencies, and as otherwise allowed or approved by law; and

WHEREAS, KNIPP Equipment, Inc., dba KNIPP Services, has presented a proposal for the Project dated July 11, 2017 wherein they propose to complete the Project as set out in said proposal for the sum of $820,952.00, or less as may be otherwise negotiated, which amount includes the previously authorized purchase of the Trane 75 ton I-Pak unit for $161,205.00; and

WHEREAS, the Project proposal of KNIPP Equipment, Inc., dba KNIPP Services, based upon prior studies, appears to be well within the estimated range for the cost of the improvements set forth in the Project proposal; and

WHEREAS, USD 112 has solicited bids for financing of the Project through the use of a Lease Purchase Agreement payable over 10 years, with the right to prepay same in full; and

WHEREAS, the Wilson State Bank of Wilson, Kansas has submitted the lowest lease purchase interest rate bid of 2.69%; and

WHEREAS, the Lease Purchase Agreement bid of Wilson State Bank appears beneficial to the District; and

WHEREAS, it appears to be in the District's best interest at this time, considering the Project proposal of KNIPP Equipment, Inc., dba KNIPP Services, and the Lease Purchase Agreement, bid and interest rate terms submitted by Wilson State Bank to proceed with the Project.

NOW THEREFORE BE IT RESOLVED by the Board of Education of USD 112 that the bid proposal of KNIPP Equipment, Inc., dba KNIPP Services through Greenbush contract #ESC-VRFHVAC2017 for the Project as set forth in their July 11, 2017 bid proposal, in the amount of $820,952.00, be accepted; and

BE IT FURTHER RESOLVED, that the Board of Education of USD 112 accept the Lease Purchase Agreement proposal of Wilson State Bank and finance the Project for a period of 10 years pursuant to a Lease Purchase Agreement, with a fixed interest rate of 2.69%, containing common/standard Lease Purchase Agreement terms for governmental entities/school districts in Kansas, and in compliance with Kansas law; and

BE IT FURTHER RESOLVED, that USD 112 have the authority to prepay the Lease Purchase Agreement at any time, as set forth in the request for bid; and

BE IT FURTHER RESOLVED, that the President of the Board of Education of USD 112, be and is hereby authorized to sign such Project bid and contract documents, on behalf of USD 112, as are necessary, reasonable, appropriate or convenient for the Project as set forth herein; and

BE IT FURTHER RESOLVED, that the President of the Board of Education of USD 112, be and is hereby authorized to sign a Lease Purchase Agreement, on behalf of USD 112, with Wilson State Bank as authorized herein; and

BE IT FURTHER RESOLVED, that along with the President of the Board of Education of USD 112, that the Clerk of the Board, or Acting Clerk, Bobbie Crow, be authorized to sign and attest to the above authorized documents; and

BE IT FURTHER RESOLVED, that the Board take such other further and necessary action for completion of the project and it's financing as is necessary, reasonable, appropriate or convenient.

BE IT FURTHER RESOLVED, that the Board and President thereof, be authorized to make such representations as are lawful and necessary, reasonable, appropriate to obtain tax exempt status for the Lease Purchase Agreement.

IT IS SO RESOLVED.

The above Resolutions were duly adopted, by unanimous vote, of the Board of Education Unified School District No. 112, Ellsworth County, Kansas, at a special meeting of the Board duly called and held on this 4th day of August, 2017.

Michelle Brokes, President of the
Board of Education of Unified School
District No. 112, Ellsworth County,
Kansas

ATTEST:

Bobbie Crow, Acting Clerk of the
Board of Education Unified School District No. 112,
Ellsworth County, Kansas