

Cape Elizabeth

School Department

www.cape.k12.me.us



To: School Board Members
From: Gary Lanoie, Technology Director
Re: 2011-12 Technology Lease
Date: June 7, 2011

The following items represent the equipment for our 2011-12 Technology Lease of \$106,609.00:

- Upgrade to Cape Elizabeth High School library computers
- Replacement of staff laptops for classroom teachers (K-4 grade) at the Pond Cove School.
- Replacement of several of the oldest administrative and achievement center computers at Cape Elizabeth High School.
- Replacement/upgrade to switches, battery backups and network storage on our district-wide network.
- Wireless network upgrade at Pond Cove School.

An additional lease in the amount of \$220,690 will be coming in December /January that represents the purchase of iPad2's for students as part of the proposal that resulted in our CEEF grant of \$43,740.00. This additional lease will be timed to obtain the iPad2's for a scheduled deployment to grades 9-11 by March 1, 2012.

Please Note: This year's technology lease is divided into two parts to facilitate the 1:1 Mobile Learning Initiative at Cape Elizabeth High School. This initiative is partially funded by our recently awarded CEEF grant. The two lease payments in total will be equivalent to the budgeted amount of \$114,779. (Purchasing power of a \$114,779 lease is approximately \$327,299.00)

VOTE TO BE ADOPTED

Voted: That under and pursuant to the provisions of Title 20-A M.R.S.A. Sections 1001 and 1055 the Superintendent of Schools is authorized to execute and deliver a tax-exempt lease purchase agreement with Gorham Leasing Group in the name and on behalf of the Town of Cape Elizabeth, a municipal school unit, acting by and through its School Board (the "Issuer") for computer equipment, with a purchase price of One hundred Six Thousand, Six Hundred Nine Dollars (\$106,609.00), in such form as the Superintendent may approve; and that the appropriate officials of the Issuer be and hereby are authorized to execute and deliver on behalf of the Issuer such other documents and certificates as may be required in connection with such tax-exempt lease purchase agreement; and that no part of the proceeds of said tax-exempt lease purchase agreement shall be used, directly or indirectly, to acquire any securities and obligations, the acquisition of which would cause the tax-exempt lease purchase agreement to be a "private activity bond" or an "arbitrage bond" within the meaning of Sections 141 and 148, respectively, of the Internal Revenue Code of 1986, as amended (the "Code"); and that the tax-exempt lease purchase agreement issued pursuant hereto be designated as a qualified tax-exempt obligation within the meaning of Section 265(b)(3)(B) of said Code; and that the Superintendent be and hereby is authorized to covenant on behalf of the Issuer to file any information report and pay any rebate due to the United States in connection with the issuance of said tax-exempt lease purchase agreement, and to take all other lawful actions necessary to insure the interest portion of the rental payments under and pursuant to the tax-exempt lease purchase agreement will be excluded from the gross income of the owners thereof for purposes of federal income taxation and to refrain from taking any action which would cause such interest portion of the rental payments to become includable in the gross income of the owners thereof.

Note: 3 year lease at 2.75% interest rate.