

# Chisholm School District School Board Meeting Agenda

Monday, March 24, 2025 at 5:00 PM  
Addendum to the Regular Meeting  
Chisholm School Board Room

|   |   |
|---|---|
| I. Action Agenda  |   |
| A. Motion to accept the resignation from Nicholas Milani, Level I Boys' Basketball Coach, effective March 20, 2025.   | 2 |
| <b>Attachments:</b>   |   |
| N. Milani Resignation BB Coach  | 2 |
| B. Motion to approve the one-year lease extension of the Santander Lease Agreement for two school buses as presented. | 3 |
| <b>Attachments:</b>   |   |
| Additional One year lease extension Santander   | 3 |

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## BBB Resignation

1 message

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**Nicholas Milani** <nmilani@chisholm.k12.mn.us>

Thu, Mar 20, 2025 at 10:36 AM

To: Mark Morrison <mmorrison@chisholm.k12.mn.us>, Travis Vake <tvake@chisholm.k12.mn.us>, Lisa Aldrich <laldrich@chisholm.k12.mn.us>

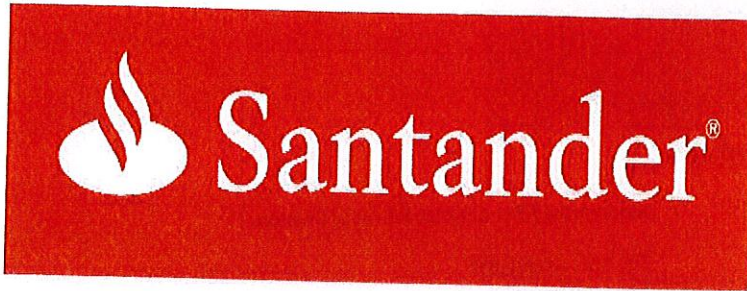
Good morning,

I would like to formally submit my resignation as the head coach of the boys' basketball team.

Thank you,  
Nick

--

Nicholas Angelo Gregorich Milani  
Mathematics Teacher  
Head Football Coach  
Head Boys Basketball Coach  
Chisholm High School  
p: 218-254-5726 ext. 3203



**ORIGINAL FINANCE LEASE DOCUMENTS**

**Only Print on one side, as some documents go to IRS, Ect.**

**Sign and fill out the CONTRACT. Please have signature notarized and/or provide a copy of authority to sign contracts.**

**A School Seal may be used.**

**Sign and fill out the Insurance Company and Coverage Information**  
**Please send a copy to your agent ASAP and return copy with docs.**

**Fill out all necessary documents included in this Packet.**

**Including all checked and marked items.**

**Please attach a copy of signed Board Minutes in which this finance arrangement was approved. The official minutes can be used or the board's attorney must sign and approve.**

**Return completed set of ORIGINAL SIGNED documents :**  
**( Copies, Stamped, or other than Original signed will not be processed)**

**Ms. Brenda Ott  
Hoglund Bus Company  
116 Oakwood Drive East  
Monticello, MN 55362**



**Municipal Lease Program**

**Customer's Full LEGAL Name** Independent School District #695, Chislom  
**Addresses (Street and Mailing)** 300 3rd Avenue SW  
**City, State, Zip Code** Chisholm, MN 55719  
**Distributor** Hoglund Bus Sales  
**Name of Administrator/Business Officer/Title** Janey Blanchard, Supt.  
**Telephone/Fax** 218-254-5726 218-254-3741  
**Number of units to be sold & type** (2) 2023 IC CE 77 passenger School Buses  
**Initial Payment:** deferred 30 days **PMT** Annual **Delivery Date:** 3/25/2025 estimated  
**Year School District was formed:** 1920 **Current Enrollment:** 735  
**Districts Current Bus Fleet:** 7 **Federal /Employee ID Number:** 41-6003769  
**Fleet Replacement** \_\_\_\_\_ **or Addition to Fleet:** 1  
**Provide Basic Justification for Request:** moving from bus Contracting to school owned  
**Borrowing Reference:** American Bank  
**Completed By:** \_\_\_\_\_ **Title:** Business Manager

**Computations from Amortization Schedule: Quote Expires if not accepted within 30 days. Quote Date:**  
**Acceptance by Santander Bank is subject to Credit review and approval by**  
**Santander Bank at it's sole discretion.**  
**Compound Period: Annual** Please send current two years audited financial statements  
to the below address.

**If you have any questions, Please feel free to call, or email:**  
[Jdrawdy@santander.us](mailto:Jdrawdy@santander.us)  
**Jeff Drawdy, VP Santander Bank**  
**1227 Seminole Drive**  
**Indian Harbor Beach, FL 32937**

# MUNICIPAL LEASE AGREEMENT

**LESSOR:**

Santander Bank, N.A.  
 3 Huntington Quadrangle, Suite 101N  
 Melville, NY 11747 631-531-0610

**LESSEE:**

Name: Independent School District 695 – Chisholm PS  
 Street: 300 3<sup>rd</sup> Avenue SW  
 City/State/Zip: Chisholm, MN 55719  
 Responsible Official: \_\_\_\_\_  
 Phone: ( ) \_\_\_\_\_

**1. LEASE OF VEHICLES:** LESSOR hereby agrees to lease to LESSEE and LESSEE hereby agrees to lease from LESSOR the school buses or other motor vehicles and equipment and accessories thereon (herein "Vehicles") on the terms and conditions provided in this Agreement and the schedule and additional schedules annexed hereto (each a "Schedule" and collectively, the "Schedules"). Each Schedule shall be a separately enforceable Lease, the terms and conditions of which shall be those set forth herein and on each Schedule (each a "Lease" and collectively, the "Leases").

**2. COVENANTS:** LESSEE represents, covenants and warrants that (a) It is a public body corporate and politic, (b) It is a "tax-exempt issuer" within the meaning of the Internal Revenue Code, (c) It is authorized by all applicable laws to make, and perform under, this Lease, (d) The Vehicles are essentially needed for its proper, efficient and economic operation, (e) At the time of making the Lease, sufficient funds were appropriated to fulfill the Lessee's obligations of the current fiscal year, (f) It will do all things lawfully within its power to obtain and maintain funds from which payments under this Lease may be made, including making provisions for such payments in each annual budget and using bona fide best efforts to have such portion of the budgets approved, and (g) LESSEE has not previously terminated a lease for non-appropriation.

**3. TERM AND RENT:** The Lease term shall commence as of the date that the Vehicles are delivered to LESSEE, or LESSEE's Agent (the "Commencement Date") and shall continue for the term shown on the attached Schedule relating thereto, unless Lessee notifies LESSOR that an Event of Non-appropriation (described below) has occurred or LESSEE exercises its option under Section 18. At the end of such term LESSEE shall acquire legal title to the Vehicles and terminate this Lease with respect thereto by paying to LESSOR all amounts then due and unpaid hereunder and the remaining principal balance with respect to such Vehicles as shown on the Schedule relating thereto. In lieu of such payment LESSOR hereby grants LESSEE the option to renew this Lease with respect to such Vehicles for the additional period as shown on the Schedule relating thereto, provided that the rate of interest applicable to such additional period shall be mutually agreed upon by LESSOR and LESSEE. LESSEE shall give written notice to LESSOR at least ninety (90) days prior to the end of the Lease term as to whether it will terminate this Lease and acquire the Vehicles or exercise its option to renew in accordance with this Section 3. LESSOR shall endeavor to give written notice to LESSEE at least sixty (60) days prior to the end of the Lease term if no such notice has been received from LESSEE. The rent under this Lease shall be payable in lawful money of the United States of America, from any and all legally available funds, and at the times and in the amounts as indicated on each attached Schedule. In lieu of cash, LESSOR will accept payment by check or wire transfer of immediately available funds only. Each payment will consist of a principal and interest component.

**4. EVENT OF NON-APPROPRIATION:** Lessee shall notify LESSOR promptly (and in no case later than thirty (30) days prior to the last day of its current fiscal year) if sufficient funds are not appropriated for the payments for the next fiscal period (an "Event of Non-appropriation"). If LESSEE terminates this Lease or an Event of Non-appropriation occurs, Lessee agrees, to the extent not prohibited or required by law, not to: (a) purchase, lease, rent, or otherwise acquire vehicles performing functions similar to those performed by the Vehicles, or (b) contract with another party to furnish services that the Vehicles had provided, for one (1) year after such termination or occurrence.

**5. PAYMENTS UNCONDITIONAL:** Lessee has examined, tested and accepted the vehicles covered by this lease and schedules, and subject only to an event of non-appropriation, lessee's obligation to pay rent and other payments hereunder shall be absolute and unconditional and not subject to any abatement, set-off, defense or counterclaim for any reason whatsoever, regardless of loss, damage, destruction, malfunction or disrepair of the equipment, or dispute with the manufacturer or supplier of the vehicles or for any other reason.

**6. DISCLAIMER OF WARRANTIES:** LESSOR, NEITHER BEING THE MANUFACTURER, NOR A SUPPLIER, NOR A DEALER IN THE VEHICLES, MAKES NO WARRANTY, EXPRESS OR IMPLIED, TO ANYONE, AS TO DESIGN, CONDITION, CAPACITY, PERFORMANCE OR ANY OTHER ASPECT OF THE VEHICLES OR THEIR MATERIAL OR WORKMANSHIP. LESSOR ALSO DISCLAIMS ANY WARRANTY OF MERCHANTABILITY OR FITNESS FOR USE OR PURPOSE WHETHER ARISING BY OPERATION OF LAW OR OTHERWISE. LESSOR FURTHER DISCLAIMS ANY LIABILITY FOR LOSS, DAMAGE OR INJURY TO LESSEE OR THIRD PARTIES AS A RESULT OF ANY DEFECTS, LATENT OR OTHERWISE, IN THE VEHICLES WHETHER ARISING FROM THE APPLICATION OF THE LAWS OF STRICT LIABILITY OR OTHERWISE. AS TO LESSOR, LESSEE LEASES THE VEHICLES "AS-IS". LESSEE HAS SELECTED THE SUPPLIER OF THE VEHICLES AND ACKNOWLEDGES THAT LESSOR HAS NOT RECOMMENDED SUPPLIER. LESSOR SHALL HAVE NO OBLIGATION TO MAINTAIN, OR SERVICE THE VEHICLES. If the Vehicles are unsatisfactory for any reason, LESSEE shall make claim on account thereof solely against Supplier, and any of Suppliers vendors, and shall nevertheless pay LESSOR all rent payable under the Lease. LESSOR hereby assigns to LESSEE all of the rights which LESSOR may have against Supplier and Suppliers vendors for breach of warranty or other representations respecting the Vehicles. LESSEE understands and agrees that neither Supplier nor any agent of Supplier; is an agent of LESSOR or is authorized to waive or alter any term or condition of this Lease.

**7. RISK OF LOSS:** LESSEE shall bear all risks of loss of and damage to Vehicles from any cause; occurrence of such loss or damage shall not relieve LESSEE of any obligation hereunder. In the event of loss or damage, LESSEE, at its option, shall (a) replace the damaged Vehicle in good repair, condition and working order; or (b) replace lost or damaged Vehicles with like Vehicles in good repair, condition and working order, with documentation creating a lien or favor of LESSOR or its assignee; or (c) purchase the Vehicles for the casualty value as listed on the Schedule in the term sheets.

**8. INSURANCE:** LESSEE will purchase and maintain in force during the term of this Agreement, insurance policies in at least the amounts listed below covering the Vehicles between the time of delivery thereof to LESSEE and final disposition by LESSOR. Said insurance shall be written by an insurance company or companies acceptable to LESSOR, insuring LESSEE against any loss, damage, claims, suits, actions or liability, and by endorsement naming LESSOR as [an Additional] Named Insured and Loss Payee. Such endorsement or endorsements shall provide in each case that said insurance company or companies shall give to LESSOR at least thirty (30) days' notice in writing of proposed cancellation, modification, or alteration of any said insurance.

| <u>Type</u>  | <u>Amount</u>   |
|--|---|
| Public Liability and Property Damage (Comprehensive) | \$5,000,000 Combined Single Limit (per occurrence)<br>(\$5,000,000) for multi-passenger or I.C.C. Regulated Vehicles) |
| Collision, Fire and Theft (ALL RISK)                 | Not less than replacement value   |

The above insurance shall also include the following, in amounts not less than the applicable minimum legal requirements: (a) uninsured/underinsured motorist coverage, and (b) no fault protection. LESSEE shall in addition provide general liability insurance covering LESSEE'S indemnification responsibilities hereunder. Prior to the date that any Vehicle is placed in service by LESSEE, LESSEE shall furnish LESSOR with a certificate of insurance or other evidence thereof acceptable to LESSOR. Policies covering the aforementioned fire and theft and collision insurance shall bear endorsements to the effect that proceeds thereof shall be payable to LESSOR and/or LESSEE as their interests may appear. LESSEE hereby appoints LESSOR as LESSEE'S attorney-in-fact to receive payment of and endorse all checks and other documents and to take any other action necessary to pursue insurance claims and recover payments if LESSEE fails to do so. Any expense of LESSOR in adjusting or collecting insurance shall be borne by LESSEE. In the event a Vehicle is involved in any material accident, LESSEE shall immediately notify LESSOR and provide

(a) a detailed report describing the accident, (b) copies of all reports provided to an insurance carrier or governmental agency, and (c) copies of any legal papers relating to the accident.

**9. LESSEE'S OPERATION OF VEHICLES:** LESSEE shall use the Vehicles primarily in the state of registration and only in the conduct of its traditional educational operations. LESSEE shall operate its Vehicles in a safe and lawful manner, and shall comply with all federal, state, county and municipal statutes, ordinances and regulations which may be applicable to the leasing, use or operation of the Vehicles. LESSEE shall, at its sole expense, maintain the Vehicles in good operating condition and repair. In addition, LESSEE shall prepare and furnish to LESSOR all documents, returns or forms legally required to be prepared by LESSEE. LESSEE shall be solely responsible for any fines or penalties assessed for violations of any statute, ordinance, by law or regulation of any duly constituted governmental authority, as a result of the use or operation of the Vehicles by any of LESSEE's employees, agents, sublessees or subcontractors, and indemnify LESSOR against any costs, fines or charges LESSOR is required to pay. LESSEE agrees to operate only those Vehicles which have adequate insurance coverage and to comply with all conditions of insurance related to the Vehicles, to maintain the Vehicles and all accessories and equipment thereof in safe and good mechanical condition and running order at all times during the term of this Agreement and to furnish all supplies, accessories, and other essentials required for the use or operation of the Vehicles. In no event will the Vehicles be used to transport any hazardous substances.

**10. TITLE; REDELIVERY OF VEHICLES:** Each Vehicle shall be titled in the name of the LESSOR c/o Lessee. If this Lease is terminated with respect to any Vehicles pursuant to Section 4 or Section 13 hereof, the LESSOR may repossess such Vehicles. If the LESSOR is entitled to repossess the Vehicles, the LESSEE shall permit the LESSOR or its agents to enter the premises where the Vehicles are located. In the event of any repossession, you shall execute and deliver such documents as reasonably required to restore possession of the Vehicles to the LESSOR, free of all liens and security interests incurred by the LESSEE. In the event of the exercise by LESSEE of its rights under Section 3 or Section 18 to acquire legal title with respect to any Vehicles, LESSOR shall transfer legal title to such Vehicles to LESSEE AS IS, WITHOUT WARRANTIES, EXPRESS OR IMPLIED, INCLUDING WITHOUT LIMITATION WARRANTIES OF MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE OR FITNESS FOR THE USE CONTEMPLATED BY LESSEE, except such Vehicles shall be free of all liens and security interests incurred by LESSOR, and LESSOR shall execute and deliver such documents as LESSEE shall reasonably request with respect thereto.

**11. NON-ASSIGNABILITY BY LESSEE:** LESSEE shall not assign, sub-lease, transfer or otherwise encumber its rights in and to this Lease or the Vehicles without the prior written consent of the LESSOR, except as otherwise provided in Section 18.

**12. ASSIGNMENT BY LESSOR:** This Lease, the Vehicles and any payments by LESSEE due or to become due under it, may be assigned or otherwise transferred, either in whole or in part, by LESSOR and its assignee, without affecting any obligations of LESSEE, and in such event LESSOR's transferee or assignee shall have all the rights, powers, privileges and remedies of LESSOR hereunder. Any assignee's rights shall be free from all defenses, set-offs or counterclaims which LESSEE may be entitled to assert against LESSOR. No assignee shall be obligated to perform any duty or condition required to be performed by LESSOR under the terms of this Lease.

**13. DEFAULT:** In the event of default by LESSEE, in the payment of any sums due under this Lease when due which continues uncured for thirty (30) days, or receivership, insolvency, or proceedings by or against LESSEE under the bankruptcy laws, or LESSEE's failure to observe or perform any other required provision of this Lease, and such default continues for fifteen (15) days after written notice thereof, by LESSOR, to LESSEE, LESSOR shall have the right to exercise any one or more of the following remedies: (a) to declare all sums due and to become due hereunder, during the LESSEE's current fiscal period, immediately due and payable, without notice or demand to LESSEE; (b) to sue for and recover all payments then accrued or thereafter accruing with respect to the Vehicles; (c) to take possession of the Vehicles without demand or notice wherever it may be located, with or without legal process, and retain it free from any claims of LESSEE whatsoever; (d) to terminate this Lease; or (e) to pursue any other remedy at law or in equity. If LESSOR sells or re-leases any of the repossessed Vehicles, the net proceeds of such sale or lease, less LESSOR's expenses incurred in connection therewith, including attorneys' fees, shall be applied to the total amount due by LESSEE under this Lease and related Schedule and LESSEE shall be obligated to pay LESSOR any deficiency. All of the foregoing remedies are cumulative and may be exercised concurrently or separately. LESSEE shall pay all costs and legal expenses incurred by LESSOR in collecting, or attempting to collect, any sums due hereunder or in securing possession of the Vehicles. LESSEE consents to the personal jurisdiction of the courts, and the applicability of the laws, of the State of New York with respect to any dispute arising out of the Lease.

**14. FEDERAL, STATE AND LOCAL TAXES:** In addition to payments specified herein, LESSEE shall promptly pay all taxes, assessments and other governmental charges (including *ad valorem* taxation, penalties, interest, recording and registration fees, if any) levied or assessed: upon the ownership, use or operation of the Vehicles and the payments due hereunder. LESSEE acknowledges that its compliance with the reporting requirements of the Internal Revenue Code is essential to the exemption from Federal income tax of the interest portion of payments made by LESSEE hereunder. Accordingly, LESSEE agrees that its failure to comply with those requirements shall constitute a Default hereunder. LESSEE certifies that it reasonably anticipates that not more than \$10,000,000 of "qualified tax-exempt obligations" (as that term is defined in Section 265(b)3(D) of the Internal Revenue Code, as amended by the Tax Reform Act of 1986, (the "Code")) will be issued by it and subordinate entities during the calendar year in which the Lease begins. Further, LESSEE will, by resolution, designate the Lease as comprising a portion of the \$10,000,000 in aggregate issues to be designated as "qualified tax exempt obligations" eligible for the exception contained in Section 265(b)3(D) of the Code allowing for an exemption to the general rule of the Code which provides for a total disallowance of a deduction for interest expense allocable to the carrying of tax exempt obligations. If for any reason the payments due hereunder are not exempt from federal taxes, then LESSEE shall pay LESSOR such amounts as will permit LESSOR to realize the same after tax income as if such payments were so exempt, together with all costs, liabilities, damages, expenses, taxes and penalties (including Federal income tax penalties and interest) incurred as a consequence thereof, which LESSEE agrees to pay upon written demand therefor.

**15. ADMINISTRATIVE SUPPORT:** LESSEE may, from time to time, be required to file, or assist in the filing of, reports to regulatory and/or taxing authorities, which may be necessary to establish, perfect or maintain the legality and/or tax-exempt status of this Lease, or to execute documents needed for LESSOR'S financing. LESSEE promises to promptly make such filings or to render such assistance as may, from time to time, be reasonably requested by LESSOR or its Assigns, and to indemnify and hold harmless LESSOR or its assigns from any cost, expense or other damage caused by its failure to do so. LESSEE hereby further authorizes LESSOR to file UCC-1 financing statements without LESSEE'S signature, and to fill in dates and other obvious minor corrections on this Lease.

**16. SEVERABILITY:** Any term or provision of this Lease found to be prohibited by law or unenforceable shall be ineffective to the extent of such prohibition or unenforceability without, to the extent reasonably possible, invalidating the remainder of the Lease.

**17. INDEMNIFICATION:** The LESSEE agrees to indemnify the LESSOR and its officers, agents, employees, servicers, successors and assignees against any and all loss, damage, injury, claims, fees, fines, penalties, and expenses (including legal fees) of every kind that relate to the use, operation, ownership, possession, or condition of the Vehicles.

**18. EXERCISE OF OPTION:** In the event LESSEE exercises its option under Section 3 to renew this Lease, during the term of such renewal LESSEE shall have the right to acquire legal title to any Vehicles and terminate this Lease with respect thereto: (i) on any payment date by paying to LESSOR on such date all amounts then due and unpaid hereunder and the principal portion of all future rental payments due with respect thereto, provided that LESSEE gives to LESSOR sixty days written notice of its intent to exercise such option; or (ii) on the last payment date with respect to any Vehicle by paying all amounts then due hereunder with respect to such Vehicle and the amount of \$1.00, which option shall be deemed exercised unless LESSEE gives to LESSOR sixty days written notice to the contrary. LESSOR hereby consents to the exercise of the purchase option and the termination of this Lease with respect to any Vehicles, on any date prior to the renewal hereof pursuant to Section 3 and upon sixty days written notice from LESSEE, at a price of all unpaid principal with respect to such Vehicles and interest thereon accrued and unpaid to the date of exercise of such option, provided that such Vehicles are immediately assigned by LESSEE to Hoglund Bus Sales.

**19. FINANCIAL INFORMATION:** LESSEE shall provide LESSOR with current financial statements, budgets, proof of appropriation for the ensuing fiscal year and such other information relating to the ability of LESSEE to continue this Agreement within 180 days after the end of each fiscal year of LESSEE and at the request of LESSOR.

**20. ENTIRE AGREEMENT:** This Lease constitutes the entire agreement between the parties regarding the Vehicles, and there are no representations, warranties, promises, guarantees or agreements, oral or written, expressed or implied, between the parties hereto with respect to the

INSURANCE COMPANY AND COVERAGE INFORMATION SHEET

Please Insert VIN(s)# and send to your Insurance Agent Immediately!!!!

Agency should fax completed Certificate of Insurance to - 888-853-0484

TO: Santander Bank, N.A.  
3 Huntington Quadrangle  
Suite 101N  
Melville, NY 11747-4616

From: Independent School District #695, C  
300 3rd Avenue SW  
Chisholm, MN 55719

INSURANCE: COMPANY AND COVERAGE

|              |                          |   |
|--------------|--------------------------|---|
| Company      | _____                    | ✓ |
| Address      | _____                    | ✓ |
| City/ST/Zip  | _____                    | ✓ |
| Agent        | _____ Email: _____       | ✓ |
| Phone Number | _____ ✓ Fax Number _____ | ✓ |

In Agreement with the Types and Amounts listed in the Insurance Section of Santanders Lease Agreement, paragraph 8, the Insurance Company / Agent listed above, has been asked to Issue a Certificate of Insurance naming Santander Bank as Loss Payee and additional Insured, with full correct VIN # listed on COI.

| Type   | Amount  |
|--|---|
| Public Liability and Property Damage(Comprehensive)  | \$5,000,000.00 Combined Single Limit (per occurrence) |
| Collision, Fire and Theft (All Risk)<br>Combined Minimum for Collision, Fire and Theft(Risk) | Not less than replacement Value<br>\$ 212,837.26      |

Lessee: Independent School District #695, Chislom

Responsible Official: \_\_\_\_\_  
Title: \_\_\_\_\_

VIN # \_\_\_\_\_  
\_\_\_\_\_

Confidential

**Lessor:** Santander Bank, N.A.  
3 Huntington Quadrangle  
Suite 101N  
Melville, NY 11747-4616

**Lessee:** Independent School District #695, Chisom  
300 3rd Avenue SW  
Chisholm, MN 55719

Amortization per unit or per group.

2 2023 IC CE 77's

Nominal Annual Rate: 4.650%

**CASH FLOW DATA**

| Event     | Date      | Amount     | Number | Period | Totals       |
|-----------|-----------|------------|--------|--------|--------------|
| 1 Loan    | 3/25/2025 | 106,000.00 | 1      |        | \$212,000.00 |
| 2 Payment | 4/25/2025 | 30,030.00  | 1      |        | \$60,060.00  |
| 3 Payment | 4/25/2026 | 79,900.00  | 1      |        | \$159,800.00 |

**AMORTIZATION SCHEDULE - Normal Amortization**

|                     | Date      | Payment           | Interest        | Principal         | Balance    |                     |
|---------------------|-----------|-------------------|-----------------|-------------------|------------|---------------------|
| Loan                | 3/25/2025 |                   |                 |                   | 106,000.00 |                     |
| 1                   | 4/25/2025 | 30,030.00         | 418.63          | 29,611.37         | 76,388.63  | \$60,060.00         |
| 2                   | 4/25/2026 | 79,900.00         | 3,511.37        | 76,388.63         | 0.00       | \$159,800.00        |
| <b>Grand Totals</b> |           | <b>109,930.00</b> | <b>3,930.00</b> | <b>106,000.00</b> |            | <b>\$219,860.00</b> |

**Santander Bank, N.A. Lease Agreement Terms Sheet**

**Lessor:** Santander Bank, N.A.  
 3 Huntington Quadrangle  
 Suite 101N  
 Melville, NY 11747-4616

**Lessee:** Independent School District #695, Chislom  
 300 3rd Avenue SW  
 Chisholm, MN 55719

**Equipment Description / Quantity**

2

Group of 2  
 2023 IC CE 77's  
 School Buses

| Schedule of Terms | Payment Date | Per Quantity   |                  | Total for Group |                  | Estimated Total Payment Including State Rental Tax |
|-------------------|--------------|----------------|------------------|-----------------|------------------|--|
|                   |              | Payment amount | Implied Interest | Payment Amount  | Implied Interest |  |
| Initial payment   | 4/25/2026    | 30,030.00      | 418.63           | 60,060.00       | 837.26           | 64,564.60  |
| Second Payment    | 4/25/2026    | 79,900.00      | 3,511.37         | 159,800.00      | 7,022.74         | 171,785.00   |

\* Signed by: \_\_\_\_\_

LESSOR. No modification or amendment hereof shall be binding upon the LESSOR unless made in writing and executed on behalf of LESSOR by its duly authorized officer or agent.

21. "This Agreement may be signed by the parties in counterparts which together shall constitute one and the same agreement among the parties. Each party hereby acknowledges and agrees that this Agreement constitutes an Electronic Record and may be executed using Electronic Signatures (including, without limitation, facsimile, .pdf and DocuSign) and shall be considered original signatures for all purposes, and shall have the same legal effect, validity and enforceability as a paper record. For purposes hereof, "Electronic Record" and "Electronic Signature" shall have the meanings assigned to them, respectively, by 15 USC §7006, as it may be amended from time to time."

Board Minutes of Lessor approving this transaction on (date) \_\_\_\_\_ are attached and included with these documents.

LESSOR: Santander Leasing, LLC

LESSEE: Independent School District 695 - Chisholm PS

Signature: \_\_\_\_\_

Signature: \_\_\_\_\_ ✓

Print Name: \_\_\_\_\_

Print Name: \_\_\_\_\_ ✓

Title: \_\_\_\_\_

Title: \_\_\_\_\_ ✓

Date of this Lease: \_\_\_\_\_

Date: \_\_\_\_\_ ✓

Please Have Notary sign and stamp below, or use school seal stamp.

"Signed and sworn before me this \_\_\_\_\_ day of \_\_\_\_\_".

\_\_\_\_\_

**OPINION OF LESSEE'S COUNSEL IN LIEU OF BOARD CERTIFICATION**

As Counsel for aforementioned LESSEE, it is my opinion that:

- (a) LESSEE is a political subdivision of the State, duly organized, existing and operating under the constitution and laws of the State.
- (b) The Lease has been duly authorized and has been executed by an authorized representative.
- (c) The Lease creates a legal, valid and binding obligation of the LESSEE and that such Lease is enforceable in accordance with its terms.
- (d) The equipment covered by the Lease is not being used for other than a public purpose.

COUNSEL FOR LESSEE:

Print Name: \_\_\_\_\_

Firm Name: \_\_\_\_\_

Title: \_\_\_\_\_

Address: \_\_\_\_\_

Signature: \_\_\_\_\_

Date: \_\_\_\_\_