

**LEASE-PURCHASE AGREEMENTS
RENTAL OF REAL OR PERSONAL PROPERTY OR EQUIPMENT**

State law authorizes the Perry Board of Education to rent, on a monthly basis, real or personal property, or equipment, as authorized by the board and to pay the rental thereon for usage during any fiscal period, or portion thereof, out of appropriations made and approved for such purposes for, or during, the fiscal year. Any such rental contract extending beyond June 30 of the fiscal year shall contain provisions for mutual ratification of renewal under the conditions provided below.

Personal property includes, but is not limited to:

1. Portable, or otherwise moveable, buildings and structures;
2. Prefabricated metal buildings and structures, along with necessary utility services for such buildings or structures;
3. Roofs placed over existing roof structures; and
4. Other structures or property that can be disassembled after installation and removed without permanent physical damage to existing property.

Any agreement to rent personal property shall be in accordance with all Oklahoma laws.

All lease-purchase agreements shall contain the following provisions:

1. Stated Purchase Price;
2. Stated Interest Rate (State law requires that interest rate may not exceed 10% simple interest);
3. A provision for "Mutual Ratification" of the contract every fiscal year by the lessor and the lessee.

For the duration of the lease-purchase agreement, such personal property shall retain its status as personal property and shall not be deemed to become attached to the real estate.

Where total payments of principle and interest are anticipated to exceed \$25,000.00, the lease purchase of items pursuant to paragraphs numbered 2 and 3 above must be competitively bid.

All lease-purchase agreements shall be in accordance with all Oklahoma laws.

**REFERENCE: 61 O.S. §102
62 O.S. §430.1**