

**NOTICE OF HEARING ON PROPOSED LEASE  
METROPOLITAN SCHOOL DISTRICT OF NORTH POSEY COUNTY**

You are hereby notified that a public hearing will be held before the Board of Education (the "Board") on May 13, 2019 at the hour of 6:30 p.m. (Local Time) at 101 N Church Street, Poseyville, Indiana, upon, a proposed Lease Agreement (the "Lease") to be entered into between M.S.D. of North Posey Multi-School Building Corporation (the "Building Corporation"), as lessor, and Metropolitan School District of North Posey County (the School Corporation"), as lessee.

The proposed Lease upon which the hearing will be held is for a term of twenty-two (22) years, commencing with the acquisition of the facility to be renovated by the Building Corporation. The Lease provides for rental during renovation in the maximum amount of up to \$1,000,000 annually, payable on June 30 and December 31 beginning on June 30, 2020 until completion of renovation. Thereafter, the Lease provides for a maximum annual rental of \$1,086,000, payable on June 30 and December 31 of each year during the term of the Lease, commencing with the completion of the renovations or June 30, 2021, whichever is later. As additional rental, the School Corporation shall maintain insurance on the building as required in the Lease, shall pay all taxes and assessments against such property, as well as the cost of alterations and repairs, and shall pay rebate amounts to the United States Treasury, as necessary. After the sale by the Building Corporation of its ad valorem property tax first mortgage bonds to pay for the cost of the buildings, including the acquisition of real estate and other expenses incidental thereto, the annual rental shall be reduced to an amount equal to the multiple of \$1,000 next higher than the sum of principal and interest due on such bonds in each twelve-month period ending on January 15 plus \$3,000, payable in equal semiannual installments.

The Lease gives an option to the School Corporation to purchase the property on any rental payment date.

The buildings to be renovated and constructed will be a portion of North Posey Junior/Senior High School located at 5900 High School Road, Poseyville, Indiana, located in the School Corporation.

The plans and specifications, including the estimates for the cost of said renovation as well as a copy of the proposed Lease, are available for inspection by the public on all business days, during business hours, at the Administration Building of the School Corporation, 101 North Church Street, Poseyville, Indiana.

At such hearing all persons interested shall have a right to be heard upon the necessity for the execution of the Lease, and upon whether the Lease rental provided for therein to be paid to the Building Corporation is a fair and reasonable rental for the proposed buildings. Such hearing may be adjourned to a later date or dates, and following such hearing the Board of the School Corporation may either authorize the execution of the Lease as originally agreed upon or may make modifications therein as may be agreed upon with the Building Corporation.

Dated this 23<sup>rd</sup> day of April, 2019.



/s/

Secretary, Board of School Trustees  
Metropolitan School District of North Posey County