

This board may enter into lease-purchase agreements for goods, equipment, buses, or portable classrooms, provided the written agreement meets the following requirements:

1. The annual lease payments will reflect reasonable compensation for use;
2. No penalty will be imposed on the district for proper cancellation of the lease;
3. The right to exercise the option to purchase will be at the sole discretion of the district;  
and
4. The cost of purchase will not exceed the reasonable value of the goods, equipment, buses, or portable classrooms as of the time the option to purchase is exercised.



**LEGAL REFERENCE:**

Idaho Code Section 33-601A

Idaho Constitution, Art. 8, Section 3

**ADOPTED:** February 15, 2005

**AMENDED:**