

**NOTICE OF HEARING ON PROPOSED AMENDMENT TO LEASE
SOUTH ADAMS SCHOOLS**

You are hereby notified that a public hearing will be held before the Board of School Trustees of South Adams Schools on June 14, 2016 at the hour of 6:15 p.m. (Local Time) at High School Room 511, Berne, Indiana, upon a proposed Amendment to Lease (the "Amendment") to be entered into between South Adams School Building Corporation, as lessor, and South Adams Schools, as lessee.

The proposed Amendment upon which hearing will be held amends the existing Lease Agreement dated September 13, 2007. The Amendment increases the rent payable thereunder in exchange for the renovation of and improvements to the Leased Premises. The Lease Agreement annual lease rental will be increased by a maximum amount of \$169,000 payable on January 5 and July 5 beginning with the completion of the renovation of and improvements to the Leased Premises or January 5, 2017.

As additional rental, the lessee shall maintain insurance on the building as required in the Lease Agreement, 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. After the sale by the Corporation of its First Mortgage Bonds to pay for the cost of said renovation and improvements, including any other expenses incidental thereto, the additional annual rental stated above 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 5 plus \$5,000, payable in equal semiannual installments.

The Amendment gives an option to the lessee to purchase the property on any rental payment date.

The building to be renovated and improved will be South Adams High School located at 1000 Parkway, Berne, Indiana in said school corporation.

The preliminary plans, including the estimates for the cost of said renovation and improvements as well as a copy of the proposed Amendment, are available for inspection by the public on all business days, during business hours, at the Administration Building of South Adams Schools, 1075 Starfire Way, Berne, Indiana.

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

Dated this 11th day of May, 2016.

Landon Patterson
Secretary, Board of School Trustees
South Adams Schools