

LEASE AGREEMENT

This agreement is made and entered into on this date by and between **Jonesboro School District No. 1 of Craighead County, Arkansas**, (“Lessor”) and the **City of Jonesboro, Arkansas** (“Lessee”). In consideration of the agreements set forth below, Lessor hereby leases to Lessee the following described premises and improvements situated in Craighead County, Arkansas:

The mechanic’s bay, bathroom, and office located on the west end of the mechanic’s bay building of the Lessor’s bus shop property located at 1608 Oakhurst Street, Jonesboro, Arkansas, 72401.

(1) This lease shall commence on August 1, 2010 and extend on a month to month basis. Either party may terminate this lease by giving the other party at least thirty days prior notice in writing. Notice shall be given to the superintendent of Lessor or the mayor of Lessee.

(2) Lessee agrees to pay and Lessor agrees to accept as rental for said premises the sum of One Dollar (\$1.00) per month payable in advance. The receipt of the first month’s payment by Lessee is hereby acknowledged by Lessor. The primary consideration flowing to the parties will be the rendition of a public service to the patrons and taxpayers of both parties occasioned by the use of the property consistent with the current needs and goals of both parties.

(3) The land described in this Lease Agreement is leased to the City of Jonesboro for the purpose of repairing police vehicles. The lease is to terminate when Lessee ceases to use the property for the purpose of repairing police vehicles.

(4) If Lessee ceases to use the property or attempts to use the property for any other purpose, if Lessor shall deem any use of the property inconsistent with Lessor’s educational mission, or if Lessor shall deem the property necessary for the exercise of its educational mission, then Lessor may immediately declare this lease terminated. Lessor shall be governed only by its

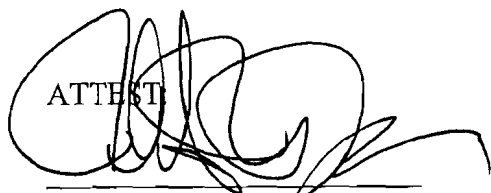
own absolute discretion in making any determination under this lease.

(5) Lessee covenants that it will not assign this lease nor sublet any portion of the leased premises without written consent of the Lessor first obtained.

Dated this August 1, 2010.

**Jonesboro Special School District No. 1
of Craighead County, Arkansas**

By 
President, Board of Directors


Secretary, Board of Directors