

**TO: Executive Committee**

**DATE: 01/09/06**

**FROM: WIB Staff**

**Action**

**For Information**

**For Discussion**

**SUBJECT: Lease for MELCO Embroidery Machines**

**PROPOSED MOTION(S): Information only.**

**DISCUSSION: In a past contract with Kings View Work Experience Center, workforce investment funds were used to purchase four computer driven embroidery machines with the intention that Kings View would hire additional employees to run the machines. The original contract has expired, but the law allows for the machines to continue to be used if they are used for the original contracted requirements**

**The law also allows for generating program income for the use of the machines. Kings View has agreed to lease, from the Department of Workforce Investment, the four machines at \$6,000 per year over a five-year period for a total lease cost of \$30,000. The lease is effective January 1, 2006.**

**ATTACHMENTS: N/A**