

Finance Subcommittee Meeting Minutes

Monday May 19, 2014 at 7:00 PM

23276 East River Road

In Attendance: W. Eis, T. Krukowski, G. Goyert, D. Williams and J. Gatti

- I. Called to Order at 7:03 PM
- II. Approved Agenda
- III. Public Participation (none)
- IV. Discussion Items:
 - A. Messrs. Eis and Krukowski provided an update of Fairway Engineering's inspection of Meridian Elementary. On May 10, 2014, Fairway Engineering performed an inspection of the foundations of Meridian Elementary. The inspection discovered that there are still "frost lips" that need to be removed. Preliminarily, they have concluded the foundations may be salvageable if helical piers are installed. Even if helical piers were installed, there is no guarantee that the installation of those piers would permanently fix the problem. Even if it did, there are still issues of the interior walls and moisture seeping through the floors. Fairway Engineering and the District's architects are going to present their findings and potential recommendations.
 - B. Messrs. Eis and Krukowski also presented a list of proposed capital expenditures required to be made, a budget for buses and technology. The committee discussed a renewal of the current Sinking Fund Millage as well as the need for a bond issuance. However, until a budget for Meridian's repairs or replacement is put in place, it will be difficult to determine the proper funding.
 - C. The suggested fund balance is between 10% and 15% of expenditures, which would require the District's fund balance to be at least \$1.8 million. Currently, the fund balance as of June 30, 2014 is preliminarily estimated to be between \$800,000 and \$900,000. The Committee is going to recommend that the fund balance be restored ratably over the next 5 years.
 - D. The Athletic Boosters have proposed a fundraising campaign whereby commemorative bricks will be sold which will be used as a walkway to the football stadium. The Committee has recommended to the Administration that it consult with the District's attorneys as to potential issues that need to be addressed in such a fundraiser.
- V. Next Subcommittee Meeting: TBD
- VI. Adjourned at 9:08 PM