

MINUTES OF THE JOINT MEETING OF THE BOARDS OF DIRECTORS OF E-STEM PUBLIC CHARTER SCHOOLS, INC. AND E-STEM HIGH PUBLIC CHARTER SCHOOLS, INC.

May 21, 2015

The Boards of eStem Public Charter Schools, Inc. and eStem High Public Charter Schools, Inc. met on May 21st at 5:30pm at the eStem High Public Charter School Multi Purpose room. Present were directors John Ahlen, Jess Askew and Mallory Taylor. Also in attendance were John Bacon, Mark Milhollen, Cindy Barton, Bryan Swymn and Ruthie Walls. The meeting was called to order at 5:40pm.

INFORMATIONAL REPORTS

CFO Report

The CPA firm of Thomas & Thomas represented by Randy Milligan reviewed the audit for 2013. There were no repeat findings. It was a clean report. Mr. Milhollen reported on our financial activity. The revenues are as budgeted. The state had altered the Professional Development formula and we are only receiving ½ of what we should have received in previous years. Our expenses are in line. We did send in a claim for catastrophic funding.

We have an upcoming debt refinance need. We may use some sort of hybrid bond financing. We are beginning conversations with lenders and Mallory Taylor and John Ahlen are available to help with those conversations.

The budget for 2015-2016 was presented. The budget is based on \$6584 per student. Professional Development is \$30 per student. A pool of money was set up during the last general session for charter schools for facilities. This was incorporated into our budget. Our purchased services include SPED contract services, eVisors, substitutes, Noble Impact, wireless upgrades, parking spaces, laptops & laptop carts, printers and mobile devices for kindergarten and first grade.

Mallory Taylor made a motion to accept the 2015-2016 budget as presented by Mr. Milhollen. It was seconded by John Ahlen.

Mallory Taylor made a motion to approve the audit report presented by Thomas & Thomas. It was seconded by John Ahlen.

CEO Report

Mr. Bacon gave a report on the class of 2015 graduates. There were 117 graduates this year. There were 4.7 million in scholarships accepted plus we had two Gates Millennium Scholars. The Washington Post listed the top high schools for this year and has eStem ranked as the #2 school in the state and #154 in the nation. Last year, we were ranked #6 in the state.

Mr. Bacon gave a report on the eStem 2025 Project.

ACTION ITEMS

Old Business

There was not any old business to report.

New Business

There was no new business to report.

The meeting was adjourned at 6:36pm.