Governing Council Meeting
November 1, 2011 – 5:15p.m.

* MINUTES *

I. The meeting was called to order at 5:25 p.m. Present: Kata Sandoyal, Carmen Rodriguez, Renee Ornelas, Alicia Maldonado, Summers Kalishman, Julie Radoslovich, Jen Gable, Agustine Chavez.

II. The minutes of the October 2011 meeting were reviewed.
Motion by Summers to approve; second by Henry; passed unanimously.

III. Audit Update
- SVA has turned in all materials to the auditors and the Exit Interview is scheduled for Monday, November 7th at 10:00 a.m., Henry will attend on behalf of the GC. We will receive all of our findings on November 7th at the interview.

IV. Financial Reports and Business
- Audit & Finance Committee Meeting: there was no A&F meeting today because the November 7th meeting with auditors counted as an A&F Committee meeting. Carmen will send the A&F minutes.
- Carmen presented the following financial reports for the month of Sept 2011 to the GC:
  - Balance Sheet Reports as of 9/30/11
  - Statement of Revenues and Expenditures as of 9/30/11
  - Budget Summary by Fund Report as of 9/30/11
    o Transportation: still waiting for money to balance this fund.
    o Process for Cash Carry Over – the school has cash carry over that is in savings, but the school won’t budget everything. Once the audit is complete we will know exactly how much we have for cash carry over.
  - Sept 2011 Bank Account Statements and reconciliations
  - Budget Adjustment Requests (BARS)
    - Rent/Lease Money – Public School Capital Outlay 001-025-1112-0008-IB for $167, 204

Motion by Renee to approve BAR; second by Summers; passed unanimously.

V. Reports
Principal Report: (See attached report for full details)
Highlights:
✓ Facilities:

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Kata and Alan continue to discuss with APS officials the purchase of the land. We now have a closing date of December 7, 2011. Kata did send out response to the REPA and has not heard back. APS has a capital outlay meeting tonight so we should have some feedback soon on the REPA.

We have been having difficulty with Herrera Bus Co. They have not been responsive to our calendar and often forget to send buses when we have early dismissal. Kata has been in contact with APS Transportation Director Larry Madrid, who is setting up a meeting.

- **Budget/Reporting:**
  - Carmen, Kata and Henry met with Auditors last week. They need a few more things from us: 1. Follow up documentation on erate funds – Carmen is working on this; 2. GASB 54 Resolution; 3. Approved October minutes.
  - SVA has formed a committee to conduct the Individual Choice Referendum in regards to the 218 Agreement. They have begun meeting weekly and are following all rules and regulations to comply with the statute. They have given notice to SVA employees and the election will occur on January 12, 2012.

- **Highlights:**
  - AI leaders will meet with APS Board Member Annalee Maestas this afternoon to get APS Board support of two upcoming proposals in the January session that would tap into the permanent fund to provide early childhood education funding and K-12 public school funding.
    - A referendum would have to go before the voters to approve this since it would be a constitutional amendment.

**Building Committee Report:**
No new business. We just continue to wait for the purchase of the land to be complete.

**VI. Other Business**
- **GASB 54 Resolution** – Auditors need for the GC to pass a resolution adopting the GASB 54) as they are waiting for this document to complete our audit.
  - Statement No. 54 of the Governmental Accounting Standards Board (GASB 54) establishes accounting and financial reporting standards for all governments that report governmental funds. It establishes criteria for classifying fund balances and clarifies definitions for governmental fund types.
  - The GASB 54 establishes five fund balance categories: Nonspendable, Restricted, Committed, Assigned, Unassigned.

*Motion by Henry to approve; second by Augustine; passed unanimously.*

- **REPA Agreement:** Have not heard back from APS. Kata will meet with Marty and go over all of the attorney’s recommendations:
  - CEI/SVA may wish to consider whether to modify the agreement to allow it to convey by special warranty deed rather than general warranty deed.
    - We will check with attorney to see if we should do the special warranty. This would give us more protection
• CEI/SVA may wish to modify the agreement to delete this potential liability: regarding how the agreement can be terminated. SVA should be able to walk away from the deal without penalty.
• All parties make similar warranties that no party owes any real estate commission or finders fee to any broker or agent. SVA will get clarity from lawyer on this point.
• Suggests that Paragraph 13.14 be edited to add the following phrase: These undertakings initial commitments shall survive closing. GC agrees with this point.
• Suggests that Paragraph 13.15 adds language, “This provision shall survive closing.” GC agrees.

VII. Next GC Meeting will be Tuesday, December 6, 2011.

VIII. The meeting was adjourned at 6:40 p.m.