

MINUTES OF THE REGULAR MEETING
MITCHELL SCHOOL DISTRICT 17-2
March 10, 2015

The regular meeting of the Board of Education was called to order by Vice President Deb Olson at 12:00 Noon at the MCTEA building 821 North Capital Street, Mitchell, South Dakota, Davison County.

Roll call of members present: Cory Aadland (via Phone), Neil Putnam, Deb Olson, Theresa Kriese,(via phone). Absent: Lacey Musick. Others present: Dr. Joseph Graves, Superintendent and Steven P. Culhane, Business Manager.

Action #355888

Motion by Putnam, seconded by Kriese to approve the agenda as presented. Since Board members are attending via phone all motions were done by roll call. If not unanimous, it will be noted. Motion carried.

Action #355889

Motion by Kriese, seconded by Putnam to approve the consent agenda which includes the minutes of the board meeting on February 9, 2015. These minutes had been furnished to the Daily Republic in unapproved form all in accordance as per SDCL 13-8-35. Also on the consent agenda were the claims, Personnel items and open enrollment requests.

New Hires (Classified): RiAnna Kalovsky, ParaEducator, Middle School, \$12.00/hr., effective February 23, 2015. **New Hire (Certified):** Rebecca Millan, Middle School instructor, \$45,000, effective 2015-2016 school year, and Anna Heeren, Middle School Choir, \$40,606, effective 2015-2016 school year. **Resignations/Early Retirements (Certified):** Megan McManus, Special Education teacher, GBR, effective end of 2014-2015 school year, Dustin Wheeler, social studies teacher, effective end of 2014-2015 school year, Angela Sivertson, Early Childhood Special Education teacher, effective end of 2014-2015 school year, Joan Aughenbaugh, Early Childhood Special Education teacher, effective at the end of 2014-2015 school year, Jennifer Mayer, Longfellow fifth grade teacher, effective end of 2014-2015 school year, Larry Larson, Middle School track coach, effective end of 2014-2015 school year, pending on suitable replacement, Esther Witte, eighth grade head girls basketball coach, end of the 2014-2015 school year, pending suitable replacement, Julie VanGorp, Middle School band instructor, effective end of 2014-2015 school year and Katie Schroeder, Middle School cross country/track and field, effective pending suitable replacement. **Resignations (Classified):** Michelle Studer, ParaEducator, Middle School, effective February 20, 2015, Amy Allhoser, Middle School food service, effective March 10, 2015. **New Hire(MTI):** Frank Dougherty, powerline instructor, compensation \$12,298, effective March 16, 2015. Motion carried.

Action #355890

Motion by Aadland, seconded by Kriese to approve the resolution approving Mitchell Technical Institute Facility fee increase and certain related matters. Motion carried.

**RESOLUTION (i) APPROVING FACILITY FEE
INCREASE AND (ii) CERTAIN RELATED
MATTERS IN CONNECTION THEREWITH**

RECITALS

WHEREAS, the MITCHELL SCHOOL DISTRICT NO. 17-2 (the "School District") is authorized pursuant to law to operate a post secondary vocational technical education institute under the general supervision of the South Dakota Board of Education (the "Board");

WHEREAS, the South Dakota Health and Educational Facilities Authority (the "Authority") is authorized pursuant to Chapter 1-16A, South Dakota Codified Laws, to issue bonds to finance the acquisition, improvement, repairing and equipping of post-secondary vocational technical education facilities for lease to and purchase by the Board and/or for use by the School District and other school districts or LEAs authorized to operate post-secondary vocational technical education programs (all such School Districts and LEAs being referred to herein as "Participating Institutions"); **WHEREAS**, Title 13, SDCL, provides that to secure lease purchase rentals payable by participating institutions and the State Board of Education (the "Board") to the Authority, (i) the State Treasurer may pledge earnings on the Vocational Education Facilities Fund and (ii) the Board may pledge certain amounts of tuition and other student fees required to be paid to the Treasurer and deposited into the Tuition Subaccount; **WHEREAS**, the Authority has established a program (the "Program") whereby the Board may lease purchase post-secondary vocational technical education facilities from the Authority and sublease such facilities to the Participating Institutions, including the School District; **WHEREAS**, the Authority and the Board have heretofore entered into a Lease Purchase Agreement dated as of August 1, 1988 (as amended and supplemented from time to time, the "Lease") pursuant to which the Board is leasing with an option to purchase certain facilities the acquisition of which was financed or refinanced with the proceeds derived from the issuance and sale by the Authority of its Vocational Education Program Revenue Bonds (the "Bonds") as amended and supplemented from time to time pursuant to an Indenture of Trust dated as of August 1, 1988 (as amended and supplemented from time to time, the "Indenture") between the Authority and The First National Bank in Sioux Falls, as Trustee (the "Trustee"); **WHEREAS**, pursuant to a Sublease dated as of August 1, 1988 between the Board and the School District (as heretofore supplemented and amended the "Sublease"), the School District is currently leasing certain improvements described therein from the Board; **WHEREAS**, in order to provide a credit against Lease Rentals owed by the Board under the Lease Purchase Agreement as heretofore amended and supplemented, the School District and all other Participating Institutions have heretofore entered into that certain Amended and Restated Facility Fee Tuition Collection and Deposit Agreement (as amended and supplemented from time to time, the "Collection Agreement") with the Board, the South Dakota Treasurer (the "Treasurer") and The First National Bank in Sioux Falls, as Escrow Holder (the "Escrow Holder"); **WHEREAS**, Section 8 of the Collection Agreement provides that each Participating Institution, including the School District (with respect to Mitchell Technical Institute), shall collect certain "Facility Fees" as established by the Board from time to time; and **WHEREAS**, on January 29, 2015, the State Board of Education adopted a resolution approving certain increases in the Facility Fees charged to students of the Mitchell Technical Institute and other Participating Institutions, beginning with the 2015-16 Academic Year, effective July 1, 2015, which Facility Fees the School Board of the School District agrees to impose and collect; **NOW THEREFORE, BE IT**

RESOLVED, by the School Board of the School District as follows: FACILITY FEES
This School District Board expressly approves the following increase in Facilities Fees:

(a) For the 2015-16 Academic Year, beginning effective July 1, 2015, the Facility Fees for Mitchell Technical Institute shall be \$30.00 per credit hour for all full-time and part-time students; and

(b) For the 2016-17 Academic Year, beginning effective July 1, 2016 (and continuing thereafter in subsequent Academic Years, unless and until modified by the Board), the Facility Fees for Mitchell Technical Institute shall be \$35.00 per credit hour for all full-time and part-time students, except as otherwise adjusted by the Board as provided herein.

This School District Board further expressly ratifies and confirms the covenant in Section 8 of the Collection Agreement that it, the Board and the other school districts party thereto, shall increase (and may decrease) the Facility Fees from time to time so that the estimated amounts collected as Facility Fees in an Academic Year, together with appropriations by the Legislature and other available amounts shall be sufficient to equal or exceed one hundred three percent (103%) of the scheduled debt service on Outstanding Bonds as provided in more detail in such Section 8.

1.2 The Authorized Officers, or any one of them, shall be hereby authorized and directed to prepare and furnish to the Trustee certified copies of all proceedings and records of the School District relating to the power and authority of the School District to execute and deliver certificates as to matters within their knowledge or as shown by the books and records under their custody and control, including a general and non-litigation certificate, any tax certificate and agreement relating to any Bonds and matters governed by Section 148 of the Internal Revenue Code of 1986, as amended. Such certified copies and certificates shall be deemed representations, covenants and agreements of the School District as to the facts, covenants and agreements contained therein.

1.3 The Business Manager or other Authorized Officer is hereby authorized and directed to certify a copy of this Resolution and to certify as to the accuracy of the information relating to the School District in any preliminary or final official statement relating to any Bonds issued by the Authority.

ADOPTED THIS 10TH DAY OF MARCH, 2015 BY A ROLL CALL VOTE IN WHICH MEMBERS Kriese, Putnam, Olson and Aadland ALL VOTED IN FAVOR OF ADOPTION OF THIS RESOLUTION AND MEMBERS NONE, VOTED AGAINST SUCH ADOPTION.

Business Manager,
MITCHELL SCHOOL DISTRICT NO.

There being no further business, Vice President Olson adjourned the meeting.

Cash report for the Mitchell School District as of January 31, 2015

Beginning Balance, \$8,236,695

General Fund Balance \$4,840,309 Capital Outlay Balance \$152,276, Special Education Balance \$808,038, Mitchell Tech Balance \$538,860, Pension Fund Balance \$1,116,093, Food Service Balance \$(-85,208), Driver's Ed Balance \$8,789, T/A Balance \$839,510, James Valley Coop Balance \$18,028

Total Revenue, \$4,433,710

General Fund \$704,395, Capital Outlay \$471,198, Special Education \$111,255, Mitchell Tech \$2,566,468, Pension Fund \$1,940, Food Service \$145,769, Driver's Ed \$-0-, T/A \$432,685, James Valley Coop \$-0-

Total Expenditures, \$5,373,584

General Fund \$1,443,523, Capital Outlay \$313,625, Special Education \$297,046, Mitchell Tech \$2,707,782, Pension Fund \$10,508, Food Service \$119,621, Driver's Ed \$-0-, T/A \$446,372, James Valley Coop \$35,107

Ending Balance, \$7,296,821

General Fund \$4,101,181, Capital Outlay \$309,849, Special Education \$622,247, Mitchell Tech \$397,546, Pension Fund \$1,107,525, Food Service \$(-59,060), Driver's Ed \$8,789, T/A \$825,823, James Valley Coop \$(-17,079)