

CHILlicothe R-II SCHOOL DISTRICT

Members:

Brent Turner - President
Lauren Horsman - Treasurer
Paul Thomas - Member

Pat Jones -Vice President
Robin Quinn – Member
Lindy Chapman - Member

Regular Meeting
July 16, 2018

The Chillicothe R-II Board of Education met for an open meeting on Monday, July 16, 2018 at 6:30 p.m. at the Administrative Offices, 1020 Old Highway 36 West, Chillicothe, Mo., 64601.

Members present: Mr. Turner, president; Mr. Jones, vice president; Mrs. Horsman, treasurer; Mr. Thomas, Mrs. Quinn, Mr. Bone and Mrs. Chapman.

Also Present: Dr. Roger Barnes and Dr. Zach McMains.

CALL TO ORDER/PLEDGE OF ALLEGIANCE

Mr. Turner called the open meeting to order at 6:30 p.m.

APPROVAL OF AGENDA

Mr. Turner asked for a motion to approve an amended agenda with the addition of Item J – Sale of Garrison School; K – Other Business; and L – Declaration of Surplus Property. Mrs. Horsman moved to approve the agenda with the addition of Item J – Sale of Garrison School; K – Other Business; and L – Declaration of Surplus Property. Mrs. Chapman second. All were in favor. Motion carries, 6-0.

WELCOME & PUBLIC COMMENT

Mr. Turner welcomed those in attendance and asked if there was any Public Comment. There was no Public Comment.

REPORT TO BOARD

Transportation Report – Approve Bus Routes: Dr. Barnes recommended the Board approve the 2018-19 Bus Routes as presented. Mr. Turner asked if there were any questions or comments regarding the issue. Seeing none, he asked for a motion. Mr. Jones moved to approve the 2018-19 Bus Routes as presented. Mr. Thomas second. All were in favor. Motion carries, 6-0.

APPOINTMENT OF NEW BOARD MEMBER

Mr. Turner noted that the Board had received a letter of interest in serving on the Board until the April 2019 election from Mr. Ron Wolf. He asked if there were any questions or comments regarding the issue. Seeing none, he asked for a motion of appointment. Mrs. Horsman moved to appoint Mr. Ron Wolf to the Board. Mrs. Chapman second. All were in favor. Motion carries, 6-0.

Mr. Turner administered the Oath of Office to Mr. Wolf. (Attachment A).

Members of the Chillicothe R-II School Board are as follows:

Members:

Brent Turner - President
Lauren Horsman - Treasurer
Paul Thomas - Member
Mr. Ron Wolf – Member

Pat Jones -Vice President
Robin Quinn – Member
Lindy Chapman – Member

OLD BUSINESS

There was no Old Business

NEW BUSINESS

Dr. Barnes recommended the Board approve the Consent Agenda as presented. Mr. Turner asked if any Board member had any questions or comments regarding items on the Consent Agenda. Seeing none, he asked for a motion on the issue. Mrs. Chapman moved to approve the Consent Agenda as presented. Mrs. Horsman second. All were in favor. Motion carries, 7-0. Items on the Consent Agenda were as follows:

- Minutes from the June 19, 2018 Regular Meeting; and the June 27, 2018 Special Meeting;
- Payment of Bills totaling: \$408,721.19;
- Fund II Transfer totaling \$1,534,271.78.

Finance Report: Dr. Barnes provided the Board with a financial report, detailing the District's finances for the month ending June 2018. For comparison purposes, he presented the Board with a finance report for the month ending June 2017. Mr. Turner asked if there were any questions or comments regarding the Finance Report. There were no questions or comments. The Fund balances for the Chillicothe R-II School District for the month ending June 2018 were as follows:

- Fund 1: \$4,146,708.40
- Fund II: \$ 0.00
- Fund III: \$1,372,553.13
- Fund IV: \$ 366,436.41
- Const. Fund: \$ 135,316.85

Total All Funds: \$6,021,014.79

Dr. Barnes also presented the Board with a report on the status of the Chillicothe R-II School District's Investments and Bank Accounts as of June 30, 2018. The report detailed the following:

- \$7,565,574.23 – Total all General Funds
- \$158,270.67 – Total Employee Health Care Fund.

Consider Bus Purchase: Dr. Barnes recommended the Board approve the purchase of a 2013 Blue Bird, 71 Passenger Conventional bus with approximately 35,000 miles from Central States Bus Sales for \$48,000. He stated the District would purchase the bus with a lease-purchase agreement with a five-year payoff. Mr. Turner asked if there were any questions or comments regarding the purchase of the 2013 Blue Bird, 71 Passenger Conventional bus. Seeing none, he asked for a motion. Mr. Jones moved to approve the purchase of the 2013 Blue Bird Bus. Mr. Thomas second. All were in favor. Motion carries, 7-0.

Consider Bus Lease Financing: Dr. Barnes recommended the Board approve the bid submitted by Bank Midwest/NBH Bank, which consisted of a 4.09 percent interest rate, amounting to \$5,019 in interest during the duration of the loan, amounting to a total payment of \$53,519.10, and fees of \$250. Other bids submitted were as follows:

- BTC - 5.50 percent, \$48,500 in principal, \$6,803.35 in interest, for a total payment of \$55,303.35 and fees of \$252.50;
- Chillicothe State Bank - 4.25 percent, \$48,500 in principal, \$5,056.20 in interest, for a total payment of \$53,556.20 and fees of \$2,000;
- Investors National Bank - 5.95 percent, \$48,500 in principal, \$9,009.34 in interest, for a total payment of \$56,964.77 and \$102.50 in fees.

Mr. Turner asked if there were any questions or comments regarding the issue. Seeing none, he asked for a motion. Mrs. Chapman moved to approve the bid from Bank Midwest/NBH Bank for lease financing the 2013 Blue Bird bus. Mrs. Horsman second. All were in favor. Motion carries, 7-0.

Consider Lease Purchasing Reimbursement Resolution: Dr. Barnes recommended the Board make a approve the reimbursement resolution to cover the District's current out of pocket expense on the middle School Foundation Repair. He noted that the lease-purchase agreement for financing the project will take place in August. Mr. Turner asked if there were any questions or comments regarding the issue. Seeing none, he asked for a motion on the issue. Mr. Thomas moved to approve a resolution declaring an intention to reimburse certain capital expenditures, with a maximum principal amount of \$250,000, with proceeds of a lease/purchase financing. Mrs. Horsman second. All were in favor. Motion carries, 7-0. The Resolution adopted by the Board of Education reads as follows:

BE IT RESOLVED by the Board of Education of the Chillicothe R-II School District, Livingston County, Missouri (the "District"), that the District has made and expects to make capital expenditures after the date of this Resolution in connection with foundation stabilization at the Middle School, and the District intends to reimburse itself for such expenditures with the proceeds of a lease/purchase financing in the maximum principal amount of \$250,000. (*Attachment B*).

Consider Grant Applications: Dr. Barnes recommended the Board approve grant applications submitted by first grade teaching staff members seeking a fully-funded \$1,000 Farm Bureau Grant by Missouri Farm Bureau. He explained the funds would cover costs associated with teaching students where their food comes from and the importance of agriculture. The funds also cover the cost of a field trip to an apple orchard. Mr. Turner asked if there were any questions or comments regarding the issue. Seeing none, he asked for a motion on the issue. Mrs. Chapman moved to approve the grant application. Mr. Jones second. All were in favor. Motion carries, 7-0.

Set Dates for Tax Rate Hearing: Dr. Barnes recommended the Board set a date and time to approve the tax rate hearing for 6:15 p.m. on August 21, 2018, just prior to the Regular August Board of Education meeting. Mr. Turner asked if there were any questions or comments regarding the issue. Seeing none, he called for a motion. Mr. Jones moved to set the date and time for the tax rate hearing to be Tuesday, August 21, 2018 at 6:15 p.m. at the Administrative Offices. Mrs. Chapman second. All were in favor. Motion carries, 7-0.

Bid Considerations: Dr. McMains presented the bids received for bread, milk, fuel and tires for the 2018-19 school year. He recommended the Board approve the following bids as they were the only ones submitted:

- Bread - Chillicothe Hy-Vee Food Store;
- Milk - Prairie Farms;
- Fuel - MFA Oil Company.

Mr. Turner asked if there were any questions or comments regarding the recommendation. Seeing none, he called for a motion. Mr. Jones moved to approve the bids submitted for bread, milk and fuel as presented. Mrs. Horsman second. All were in favor. Motion carries, 7-0.

Consider Meal Prices: Dr. Barnes recommended the Board approve increasing the meal prices in 2018-19 due to Federal guidelines. The increase, he noted, will be \$0.05 per lunch meal for elementary and \$0.10 for Middle and High School and Adults; and \$0.05 per breakfast meal for all categories, due to the federal meal reimbursement is not to subsidize food service programs which result in lowering the cost of meals for those who have the ability to pay full price. He recommended for the 2018-19 school year, an increase of \$0.05 to \$0.10 per meal for all lunches and \$0.05 Breakfast meals, which will keep the District in compliance with the federal guidelines. Mr. Turner asked for a motion on the issue. Mr. Jones moved to approve the increase in meal prices as presented by Dr. Barnes. Mrs. Horsman second. All were in favor. Motion carries, 7-0.

2018-19 Meal prices as approved by the Board are as follows:

- Student lunch: Reduced - All \$0.40; Full Pay K-5 \$1.90; Full Pay 6-12 \$2.15;
- Student breakfast: Reduced: \$0.30; Full Pay K-5 \$1.15; Full Pay 6-12 \$1.40;
- Adult lunch & breakfast: Breakfast - \$1.90; Lunch \$2.60;
- Extra Juice & Milk: \$0.30 (current).

Sale of Garrison School to House of Prayer: Dr. Barnes recommended the Board approve the sale of Garrison School to House of Prayer in the amount of \$44,000 following an auction held in late June. Mr. Turner asked for a motion. Mr. Jones moved to approve the sale of Garrison School to House of Prayer Rescue Mission. Mr. Thomas second. All were in favor. Motion carries, 7-0.

Consider Surplus Property: Dr. Barnes recommended the Board declare the 30 smart boards listed as surplus property. Mr. Turner asked if there were any questions or comments. There were no questions or comments. Mr. Turner asked for a motion on the issue. Mrs. Chapman moved to declare the 30 smart boards as surplus property. Mrs. Horsman second. All were in favor. Motion carries, 7-0.

ADMINISTRATIVE/BOE COMMITTEE REPORTS

Mr. Turner asked if there were any questions or comments regarding the administrative reports submitted. There were no questions or comments.

CORRESPONDENCE

There was no Correspondence.

MOTION TO ENTER EXECUTIVE SESSION

Mrs. Quinn moved to enter into Executive Session as provided under Missouri Revised Statute, 610.021, for the purpose of employing, discussing and evaluating personnel, discussing real estate, student and legal matters. Mr. Thomas second. There was a roll call vote. Mr. Jones, aye; Mrs. Horsman, aye; Mr. Thomas, aye; Mrs. Quinn, aye; Mr. Wolf, aye; Mrs. Chapman, aye; Mr. Turner, aye. Motion carries, 7-0.

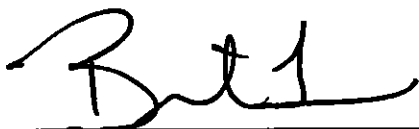
The Board exits Executive Session.

OTHER BUSINESS

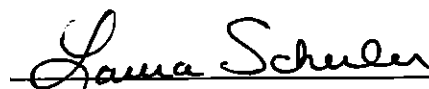
The Board held a discussion regarding the possibility of placing a lease-purchase levy question before the voters in April of 2019.

ADJOURN

With no further business to go before the Board, Mr. Turner asked for a motion to adjourn. Mr. Thomas moved to Adjourn. Mr. Jones second. All were in favor. Motion carries, 7-0.



Brent Turner, President

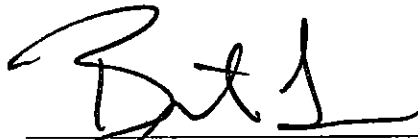


Laura Schuler, Secretary

A RESOLUTION DECLARING AN INTENTION TO REIMBURSE CERTAIN CAPITAL EXPENDITURES WITH PROCEEDS OF A LEASE/PURCHASE FINANCING.

BE IT RESOLVED by the Board of Education of the Chillicothe R-II School District, Livingston County, Missouri (the "District"), that the District has made and expects to make capital expenditures after the date of this Resolution in connection with foundation stabilization at the Middle School, and the District intends to reimburse itself for such expenditures with the proceeds of a lease/purchase financing in the maximum principal amount of \$250,000.

PASSED and effective, this 16th day of July, 2018.



President of the Board of Education

ATTEST:



Secretary of the Board of Education

Oath of Office

I do solemnly swear that I will support the Constitution of the United States and the Constitution of the State of Missouri, and that I will faithfully and impartially discharge the duties of School Director in and for the Chillicothe R-II School District, County of Livingston, State of Missouri, to the best of my ability, according to law.

RON WOLF

Board Member's Name (Printed)

Ron Wolf

Board Member's Signature

Sworn to and subscribed before me this 16th day of July, 2018.

Laura Schuler

Secretary of the Board of Education