

Meeting Location: Sunbeam K-8; 11800 Mount Overlook Ave., Cleveland, OH 44120

Call to Order: Chairman Brown called the meeting to order at 6:55 p.m. A quorum was not present.

Roll Call

Present: Jack Bialosky, Don Brown, Caroline Peak, Nancy Schuster

CMSD/CMSD Representatives: Hollie Dellisanti

Approval of Minutes: The approval of the minutes of the July 12, 2021 meeting was postponed until the next BAC meeting due to a lack of quorum.

Executive Director Report

Director Chalker provided an update on the District's two annual maintenance, repairs and renovation projects postponed in 2020-2021 and included in the 2021-2022 school year. She shared that the OFCC is to post the RFQ for the architect(s) for Segment 8 and selection to be made by December 2021.

Ms. Chalker walked through the District's proposed ESSER facilities recommendations. Should ESSER funds be approved to be used at Gallagher than local funds will be freed up for other construction or renovation projects. The Board of Education is to vote on this recommendation on 9/21/2021.

Director Chalker shared the District's proposal for a land swap of two District properties for two City properties that are helpful to Segment 8. The District proposes to swap the former Forest Hill Parkway School and a small portion of the Daniel E Morgan site with the City in exchange for City owned property adjacent to Lincoln-West High School and Clark school. The Board of Education is to vote on this recommendation on 9/21/2021.

Ms. Chalker also provided details for several upcoming virtual events for the Commissioners' participation.

- CMSD Board Business Meeting – 9/21/21 at 6:30 p.m. at John F. Kennedy High School
- 2021 State of the Schools – 9/22/21 at noon in the Grand Ballroom of the Renaissance Cleveland Hotel
- OFCC Commission Meeting – 9/23/21 at 1:30 p.m. at the Statehouse-House Finance Hearing Room - 313
- CMSD Board Work Session – 10/12/21 at 6:30 p.m. at John F. Kennedy High School
- CMSD Board Business Meeting – 10/26/21 at 6:30 p.m. at Garrett Morgan High School

Commissioners Peak, Bialosky and Schuster asked to know what was changed from the District's original plans. They also requested more details on the land swaps such as maps with the properties and locations. Director Chalker shared that she is meeting with Patty Chobi, who may be able to provide such information regarding the justifications of these land swaps.

BAC Financial Summary through August 2021

BAC Financial Summary as August 2021							
FY22 (July 1 - June 30)							
	August 2021			YTD			FY22
	Actual	Budget	Variance	Actual	Budget	Variance	Budget
Revenue							
CMSD Subsidy*	-	-	-	-	-	-	103,196
Grant/projects	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total Revenue	-	-	-	-	-	-	103,196
Expenses							
Payroll	6,908	7,211	(303)	13,815	14,421	(606)	86,527
Payroll service	145	148	(3)	289	296	(7)	1,863
Rent	250	258	(8)	500	515	(15)	3,090
Liability insurance (D&O)	-	-	-	-	-	-	2,235
Equipment	-	-	-	-	-	-	600
Supplies, printing, etc.	-	-	-	-	-	-	550
Communications	78	-	78	78	-	78	1,540
BWC premium	4	-	4	4	-	4	145
Consult/projects	-	-	-	-	-	-	-
Travel/mileage	-	-	-	-	-	-	200
Seminars/events	-	-	-	-	-	-	250
Training and education	-	-	-	-	-	-	2,750
Total Expenditures	7,384	7,616	(232)	14,686	15,232	(546)	99,750
Net Income/(Loss)	(7,384)	(7,616)	232	(14,686)	(15,232)	546	3,446
Cash Balance Beginning	101,422						
Cash Balance End	94,038						
<u>Notes:</u>							
*CMSD subsidy - installment for FY23 BAC operations to be received in March '22							
-Cash basis accounting method is used							

CMSD Facilities Project Local Funding Summary for the month ending July 2021

CMSD Facilities Project Local Funding Summary	
As of July 31, 2021	
Receipts	
Bond Proceeds	535,000,000
Bond Premium	1,006,501
Other Non-bond Proceeds	15,532,617
QZAB (Quality Zone Academy Bonds)	5,127,642
E-Rate	3,710,518
Sale of Administration Building	4,664,176
Sale of School Buildings & Equipment	2,969,158
Property Tax Receipts (.50 mill PI Levy)	14,577,119
Total Local Interest	46,657,767
Total Local Funds (prior to expenditures)	629,245,497
Project Expenditures	
Fund 10 Expenditures & Encumbrances (District portion)	326,097,307
Fund 03 LFI Expenditures & Encumbrances	235,090,380
Total Project Expenditures & Encumbrances	561,187,688
Current balance of local funds available	68,057,810

Commissioners Brown, Bialosky, Peak and Schuster informally discussed training and education ideas for the BAC. Commissioner Bialosky offered to provide a training on the construction delivery methods to the group. Other suggestions included:

- Other districts’ use of ESSER funds
- Construction projects of districts of comparable size
- A one-day BAC retreat
- How bonds are sold
- OFCC equivalents in other states

The question about whether Commissioners can participate in meetings virtually was raised. Director Chalker explained that the virtual public meeting option was extended only through July 1, 2021, with the passage of Substitute House Bill 404. The BAC has the ability for Commissioners to participate virtually in the meetings going forward and will do so as needed. Should a Commissioner participate virtually they cannot be counted as present for a quorum and cannot vote per the Open Meetings Act. Ms. Chalker confirmed this to be the case with Kevin Burtzloff in July. Commissioners Bialosky and Schuster asked that Ms. Chalker investigate this rule further and determine options given the continued pandemic.

Unfinished Business

Director Chalker explained the change to the Ohio Revised Code regarding the sale or lease of school district property that will become effective July 1, 2022. The new bill adds to the definition of an “unused school facility” any building that has been used for direct academic instruction but less than 60% of the building was used for that purpose. Ms. Chalker shared that she has talked with CEO Gordon about this rule change and that it could have huge implications for the District. District buildings that the BAC oversees due to funding with bond/levy dollars could be at risk. Ms. Chalker has connected with the District’s advocacy team and will keep the BAC informed of their next moves and efforts to have this rule removed.

New Business

Approval of the 2022 BAC meeting schedule was postponed to the next meeting due to a lack of quorum.

Public Comment: None.

Next Meeting: Monday, November 8, 2021, at 6:30 p.m. at Euclid Park K-8 (17914 Euclid Ave., 44112)

Adjourn: Commissioner Brown adjourned the meeting at 7:30 p.m.

Minutes approved 11/08/2021.