

**PUBLIC SCHOOL ACADEMIES OF DETROIT
BOARD OF DIRECTORS MEETING, BUDGET HEARING AND
ANNUAL ORGANIZATIONAL MEETING**

Minutes of the Meeting of the Public School Academies of Detroit Board of Directors;
Budget Hearing and Annual Organizational Meeting

Meeting Date and time: Tuesday, June 24, 2014, 12:00 p.m.
Meeting Location: UPA High School - Gymnasium
610 Antoinette
Detroit, MI

Minutes Approved: August __, 2014

A. Call to Order at 12:01 p.m. and Roll Call

Mr. Parks called the meeting to order.

Roll Call

Directors present: Edward Parks
Keith Cooley
Denise Lewis (arrived 12:13 p.m.)
Annis Stubbs
John Cleary
Joe Aristeo
Jerry Jung
Michael Porter

Directors absent: Zina Kramer
James Nicholson

Others present:	Mark Ornstein	Danielle Jackson
	Peter Webster	James D. Smith
	Margaret Trimer-Hartley	Deborah Parizek
	I.D. Jegede	Lori Koenig
	Joe Horonzy	Nan Gill
	Julius McDougal	Ben Allen

And other members of the general public

Mr. Parks made welcoming remarks, identified guests, and introduced the Board agenda topics and procedures.

B. Approval of the Agenda and Minutes

Upon motion of: Michael Porter

Seconded by: Keith Cooley

Motion: BE IT RESOLVED that the Public School Academies of Detroit approves the agenda as presented and approves the Minutes from the April 17, 2014 Meeting.

Motion passed unanimously.

C. Board Member Business:

1. Oath of Office – Jerry Jung

D. Public Hearings on 2014 - 2015 Budgets

1. Mr. Parks suspended the regular meeting and opened the public hearing on the UPA Budget at 12:13 p.m. There was no public comment.

Mr. Parks closed the public hearing at 12:14 p.m.

2. Mr. Parks opened the public hearing on the UPSM Budget at 12:15 p.m. There was no public comment.

Mr. Parks closed the public hearing at 12:16 p.m.

3. Mr. Parks opened the public hearing on the HFA:SCS Budget at 12:17 p.m. There was no public comment.

Mr. Parks closed the public hearing at 12:18 p.m.

Mr. Parks concluded the Public Hearings on the 2014 - 2015 Budgets and Meeting at 12:18 p.m. and returned to the regular meeting.

E. Annual Organizational Business

Mr. Parks convened the annual organizational meeting of PSAD at 12:18 p.m.

1. Election of Board Officers for the 2014 - 2015 school year term

Upon motion of: Jerry Jung

Seconded by: Michael Porter

Motion: BE IT RESOLVED that the Board appoints the following as officers for the 2014 - 2015 school year:

Mr. Edward Parks is elected Board President.

Mr. John Cleary is elected Board Vice President

Ms. Denise Lewis is elected Board Secretary.

Mr. Keith Cooley is elected Board Treasurer.

Motion passed unanimously.

2. Designation of Financial Institution, Deposit Accounts, and Signing Authority.

Upon motion of: Keith Cooley

Seconded by: Michael Porter

Motion: BE IT RESOLVED that:

- a. The Board selects Comerica Bank as its financial institution.
- b. The Board approves the maintenance of four bank accounts as follows:
 - (1) PSAD account;
 - (2) University Preparatory Academy account;
 - (3) University Prep Science and Math account; and
 - (4) Henry Ford Academy: School for Creative Studies account.
- c. The Board President, Secretary, or Treasurer are authorized to make transfers and open new accounts and to execute such other documents as needed to establish and maintain these accounts.
- d. The following persons are authorized to sign on the following accounts with the following required number of signatures for the respective amount thresholds:
 - (1) PSAD general account – the Board President and Treasurer – two signatures required at or above \$20,000
 - (2) University Preparatory Academy account – Lori Koenig, Benjamin Allen, Mark Ornstein, and Edward Parks – any two signatures required at or above \$5,000
 - (3) University Prep Science and Math account – Lori Koenig, Benjamin Allen, Mark Ornstein and Edward Parks - any two signatures required at or above \$5,000
 - (4) Henry Ford Academy: School for Creative Studies account. Edward Parks and John Cleary – any two signatures required at or above \$5,000.

Motion passed unanimously.

3. Designation of FOIA Representative, Title IX and XI, Local Homeless Liaison, and Civil Rights Representative

Upon motion of: Joe Aristeo

Seconded by: Jerry Jung

Motion: BE IT RESOLVED that:

The Board Secretary or the Secretary's designee shall be the Freedom of Information Act, Title IX and XI, Local Homeless Liaison, and Civil Rights Representative and shall be responsible for the Board meeting postings, notices, minutes, and sending minutes to Grand Valley State University.

Motion passed unanimously.

4. Approval of Legal Counsel

Upon motion of: Ed Parks

Seconded by: Keith Cooley

Motion: BE IT RESOLVED that:

Peter Webster of Dickinson Wright, PLLC shall be the Board's legal counsel.

Motion passed unanimously.

5. Approval of Auditor

Upon motion of: Michael Porter

Seconded by: Keith Cooley

Motion: BE IT RESOLVED that:

Gregory Terrell & Company shall be the Board's auditor.

Motion passed unanimously.

6. Approval of School Calendars / Day Schedule

Upon motion of: Denise Lewis

Seconded by: Keith Cooley

Motion: BE IT RESOLVED that:

The Board approves and ratifies prior approvals of the School Calendar and School Day schedules of the University Preparatory Academy schools, the University Prep Science and Math schools, and Henry Ford Academy: School for Creative Studies schools.

Motion passed unanimously.

7. Appointment of Chief Administrative Officers

Upon motion of: Michael Porter

Seconded by: John Cleary

Motion: BE IT RESOLVED that:

Mr. Keith Cooley, the Board Treasurer, shall be the chief administrative officer of the University Preparatory Academy;

Mr. Keith Cooley, the Board Treasurer, shall be the chief administrative officer of the University Prep Science and Math; and

Mr. Keith Cooley, the Board Treasurer, shall be the chief administrative officer of the Henry Ford Academy: School for Creative Studies.

Motion passed unanimously.

8. Approval of Annual Calendar of Regularly Scheduled PSAD Board Meetings

Upon motion of: Denise Lewis

Seconded by: Keith Cooley

Motion: BE IT RESOLVED that:

The Board shall meet at 12:00 p.m. on the dates and at the locations stated in the 2014-2015 Board Meeting Calendar, as presented.

Motion passed unanimously.

9. Approval of Michigan High School Athletic Association Participation

Upon motion of: Jerry Jung

Seconded by: Joe Aristeo

Motion: BE IT RESOLVED that:

The Board desires to have its schools participate in the Michigan High School Athletic Association ("MHSAA") for the 2014 - 2015 school year as may be recommended; to have its schools enrolled as members of the MHSAA; and to participate in the approved interscholastic athletic activities sponsored by the MHSAA.

The Board delegates to the Chief Administrative Officers (or their respective designees) of UPA, UPSM and HFA:SCS to execute the necessary documents for the respective schools participation in the MHSAA for 2014 – 2015 school year.

The Board accepts the MHSAA's Constitution, Bylaws, and rules and regulations as published in the MHSAA's BULLETIN and current HANDBOOK and shall conduct its program of interscholastic athletics and agrees to the primary enforcement of the rules, regulations, interpretations and qualifications of the MHSAA. The Board also agrees that the schools which host or participate in the MHSAA's meets and tournaments shall follow and enforce all tournament policies, procedures and schedules.

Motion passed unanimously.

10. Approval of Food Service Contracts for HFA Elementary and HFA:SCS

Upon motion of: Annis Stubbs

Seconded by: Joe Aristeo

Motion: BE IT RESOLVED that:

PSAD Board of Directors approves and adopts the 2014-2015 Food Service Contracts and any subsequent renewals thereof with Sodexo Management, Inc. for food services to the HFA:SCS, including the high school, middle school, and elementary school.

Mr. Parks concluded the Annual Organizational Meeting of PSAD at 12:26 p.m.

Mr. Parks convened the Regular Meeting of PSAD at 12:26 p.m.

F. New Business

1. President's Overview

Mr. Parks gave an overview of the school operations over the last year and discussed the status of the various PSAD schools.

2. Subcommittee Reports:

a) Academic Committee Report – Annis Stubbs, Subcommittee Chair

1. UPA Status Update

i) - U Prep Schools Strategic Plan (for UPSM and UPA)

Mark Ornstein provided an overview of the Strategic Plan and answered Board questions.

- UPA School performance

- Expeditionary Learning – UPA

Danielle Jackson provided an overview of the school performance and expeditionary learning.

ii) UPA 2014 – 2015 Michigan District Improvement Plan

Upon motion of: Michael Porter

Seconded by: Jerry Jung

Motion: BE IT RESOLVED that the Board approves the UPA 2014-2015 Michigan District Improvement Plan as presented.

Motion passed unanimously.

2. UPSM Status Update

i) - UPSM School performance

ii) - UPSM 2014 – 2015 Michigan District Improvement Plan

Upon motion of: Keith Cooley

Seconded by: Michael Porter

Motion: BE IT RESOLVED that the Board approves the UPSM 2014-2015 Michigan District Improvement Plan as presented.

Motion passed unanimously.

3. HFA:SCS Status Update

i) MAP Results and info. forthcoming from GVSU

Deborah Parizek and Nan Gill provided an overview of the test results.

ii) Leadership changes

iii) HFA:SCS 2014 – 2015 Michigan District Improvement Plan

Upon motion of: Michael Porter

Seconded by: Jerry Jung

Motion: BE IT RESOLVED that the Board approves the HFA:SCS 2014-2015 Michigan District Improvement Plan as presented.

Motion passed unanimously.

b) Finance Committee Report – John Cleary, Subcommittee Chair

1. UPA Status Update

i) Brief Operational Report

John Cleary gave the summary report.

ii) 2013-2014 Financial results

iii) Approval of 2013-2014 Budget Amendments

Upon motion of: Keith Cooley

Seconded by: Denise Lewis

Motion: BE IT RESOLVED that the Board approves and adopts the 2013 - 2014 general fund budget and food service budget amendments as presented and appropriates the expenditures set forth in the UPA budgets to meet the liabilities of the UPA District for the current fiscal year.

Motion passed unanimously.

iv) 2014-2015 Budget presentation

Lori Koenig made the budget presentation. The budget is based on 1,874 students with \$7,220 state aid per pupil. The budget includes \$293,000 Cap Ex and \$56,000 IT and 3% staff raises.

v) Approval of 2014-2015 Budget

Upon motion of: Joe Aristeo

Seconded by: Keith Cooley

Motion: BE IT RESOLVED that the Board approves and adopts the 2014 - 2015 University Preparatory Academy proposed annual general fund and food service budgets as presented and appropriates the expenditures set forth in the UPA budget to meet the liabilities of the UPA District for the ensuing fiscal year.

Motion passed unanimously.

vi) Approval of Lease Amendments for Capital Expenditures

Upon motion of: Jerry Jung

Seconded by: Michael Porter

Motion: BE IT RESOLVED that the Board approves the lease amendments, as presented, for the UPA Schools to include the setting aside and reporting of funds available for capital expenditures.

Motion passed unanimously.

vii) Approval of Comerica Bank State Aid Financing

Upon motion of: Michael Porter

Seconded by: Jerry Jung

Motion: BE IT RESOLVED, the Board adopts the following resolution regarding State Aid Note borrowing for UPA, incorporating all referenced exhibits:

WHEREAS, Section 1225 of Act 451 Public Acts of Michigan, 1976, as amended (the “Revised School Code”) authorizes a public

school academy to borrow money to secure funds for school operations or to pay previous loans obtained for school operations under the Revised School Code or any other act to provide school operating funds and issue its notes therefor, pledging for the payment thereof monies to be received by it from the state school aid fund for fiscal year ending June 30, 2015, which notes shall be for a term not to exceed 372 days and which notes shall be the full faith and credit obligation of the public school academy;

WHEREAS, the estimated amount of such state aid appropriations allocated to University Preparatory Academy (the “Academy”) is \$13,160,448 for the fiscal year ending June 30, 2015 (“State Aid”), of which amount the sum of \$0 has been heretofore distributed and received, leaving a balance of \$13,160,448 as the estimated amount remaining to be distributed to the public school academy pursuant to the State School Aid Act, being MCL 388.1 et seq., as amended;

WHEREAS, PSAD anticipates a need to borrow a sum not to exceed \$2,500,000 for the benefit of the Academy to pay current operating expenses and/or payment of previous loans in the form of a term note (the “Note”) which will be financed in compliance with the Revised Municipal Finance Act being Michigan Public Act 34 of 2001, as amended (“Act 34”);

WHEREAS, the Board has determined that a negotiated sale will provide PSAD more flexibility in timing the sale of the Note which in turn creates substantial net interest cost savings to PSAD and the Academy;

WHEREAS, the Board has determined it to be in the best interest of PSAD and the Academy to issue its state aid note to Comerica Bank (the “Bank”);

WHEREAS, the Board has determined to engage Dickinson Wright PLLC to act as counsel to PSAD with regard to the issuance of the Note.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The Board hereby authorizes the borrowing described in the recitals to this Resolution pursuant to the Revised School Code and Act 34, in an amount not to exceed Two Million Five Hundred Thousand Dollars (\$2,500,000), with the proceeds received from the Note to be used exclusively for the purpose of meeting the operating expenses of the Academy.

2. Pursuant to Section 1225 of the Revised School Code, the Note shall be a full faith and credit obligation of PSAD secured by and payable as a first budget obligation from the State Aid funds of PSAD allocated to the Academy and available therefor, or from the general funds of PSAD.

3. It is hereby declared that said borrowing is necessary for the purpose of securing funds for Academy operations or for the payment of previous loans made for Academy operations under Section 1225 of the Revised School Code, or any other statute and it is agreed with the Bank that the proceeds thereof will be used exclusively for such purpose or purposes.

4. The Board irrevocably pledges State Aid funds to be received by PSAD for the benefit of the Academy for repayment of the Note and authorizes the direct intercept of State School Aid Payments (as defined in the Fiscal Agent Agreement between the Grand Valley State University Board of Trustees and PSAD dated January 3, 2008) allocated to the Academy.

5. The Board hereby approves that (i) the Note shall be dated no later than September 1, 2014 or such other date as determined by the Board President or any other officer of the Board (each an "Authorized Officer") and (ii) the interest rate on the Note shall not exceed 6% per annum. The Board also hereby authorizes the making of any and all payments due relative to the Note, including but not limited to any and all late fees due and owing to the Bank and late fees that may become due.

6. An Authorized Officer is further authorized to pay any appropriate fees and provide any additional information which the Michigan Department of Treasury may request for approval of the borrowing by PSAD for the benefit of the Academy as may be required by the Revised School Code and Act 34.

7. The Board hereby appoints the law firm of Dickinson Wright PLLC to act as counsel to PSAD for purposes of issuance of the Note.

8. The Note may be redeemable prior to maturity on the terms and conditions provided in the Transaction Documents (as defined below).

9. Any Authorized Officer is each hereby authorized to hereafter execute and deliver the Note and any documents or

certificates necessary for the issuance thereof (the “Transaction Documents”), and any of the above persons are authorized to take all steps necessary to issue, sign, and deliver the Transaction Documents consistent with the Revised School Code and Act 34 and such Authorized Officer’s execution thereof shall constitute conclusive evidence of the Board’s approval of the issuance and delivery of the Note.

10. Within 15 business days of completing the issuance of the Note, the Board, the Chief Administrative Officer, or his designee shall, on behalf of PSAD, file or cause to be filed, a copy of all of the following with the Department of Treasury in the form and manner prescribed by the Department of Treasury: (i) a specimen copy of the Note; (ii) a copy of the legal opinion regarding the legality of the Note; (iii) a copy of this Resolution authorizing the issuance of the Note; (iv) any associated filing fee, as determined by the Department of Treasury; and (v) such other documents as the Department of Treasury may require.

11. All resolutions and parts of resolutions insofar as they conflict with the provisions of this Resolution are hereby rescinded.

12. Any action or actions taken by an Authorized Officer in furtherance of the transactions contemplated under this Resolution (to the extent such action or actions are not inconsistent with the delegation of authority provided under this Resolution) are ratified and confirmed in all respects.

Motion passed unanimously.

2. UPSM Status Update

i) Brief Operational Report by John Cleary

ii) 2014-2015 Financial results

iii) Approval of 2014-2015 Budget Amendments

Upon motion of: Jerry Jung

Seconded by: Michael Porter

Motion: BE IT RESOLVED that the Board approves and adopts the 2014 - 2015 general fund budget and food service budget amendments, as presented, and appropriates the expenditures set

forth in the UPSM budgets to meet the liabilities of the UPSM District for the current fiscal year.

Motion passed unanimously.

iv) Lori Koenig provided the 2014-2015 Budget presentation

v) Approval of 2014-2015 Budget

Upon motion of: Michael Porter

Seconded by: Joe Aristeo

Motion: BE IT RESOLVED that the Board approves and adopts the 2014 - 2015 University Prep Science and Math proposed annual general fund and food service budgets, as presented, and appropriates the expenditures set forth in the UPSM budget to meet the liabilities of the UPSM District for the ensuing fiscal year.

Motion passed unanimously.

vi) Approval of Lease Amendments for Capital Expenditures

Upon motion of: Keith Cooley

Seconded by: Joe Aristeo

Motion: BE IT RESOLVED that the Board approves the lease amendments, as presented, for the UPSM schools to include the setting aside and reporting of funds available for capital expenditures.

Motion passed unanimously.

vii) Approval of Comerica Bank State Aid Financing

Upon motion of: Jerry Jung

Seconded by: Joe Aristeo

Motion: BE IT RESOLVED, the Board adopts the following resolution regarding State Aid Note borrowing for UPSM, incorporating all referenced exhibits:

WHEREAS, Section 1225 of Act 451 Public Acts of Michigan, 1976, as amended (the "Revised School Code") authorizes a public

school academy to borrow money to secure funds for school operations or to pay previous loans obtained for school operations under the Revised School Code or any other act to provide school operating funds and issue its notes therefor, pledging for the payment thereof monies to be received by it from the state school aid fund for fiscal year ending June 30, 2015, which notes shall be for a term not to exceed 372 days and which notes shall be the full faith and credit obligation of the public school academy;

WHEREAS, the estimated amount of such state aid appropriations allocated to University Prep Science and Math (the "Academy") is \$10,230,886 for the fiscal year ending June 30, 2015 ("State Aid"), of which amount the sum of \$0 has been heretofore distributed and received, leaving a balance of \$10,230,886 as the estimated amount remaining to be distributed to the public school academy pursuant to the State School Aid Act, being MCL 388.1 et seq., as amended;

WHEREAS, PSAD anticipates a need to borrow a sum not to exceed \$1,750,000 for the benefit of the Academy to pay current operating expenses and/or payment of previous loans in the form of a term note (the "Note") which will be financed in compliance with the Revised Municipal Finance Act being Michigan Public Act 34 of 2001, as amended ("Act 34");

WHEREAS, the Board has determined that a negotiated sale will provide PSAD more flexibility in timing the sale of the Note which in turn creates substantial net interest cost savings to PSAD and the Academy;

WHEREAS, the Board has determined it to be in the best interest of PSAD and the Academy to issue its state aid note to Comerica Bank (the "Bank");

WHEREAS, the Board has determined to engage Dickinson Wright PLLC to act as counsel to PSAD with regard to the issuance of the Note.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The Board hereby authorizes the borrowing described in the recitals to this Resolution pursuant to the Revised School Code and Act 34, in an amount not to exceed One Million Seven Hundred Fifty Thousand Dollars (\$1,750,000), with the proceeds received from the Note to be used exclusively for the purpose of meeting the operating expenses of the Academy.

2. Pursuant to Section 1225 of the Revised School Code, the Note shall be a full faith and credit obligation of PSAD secured by and payable as a first budget obligation from the State Aid funds of PSAD allocated to the Academy and available therefor, or from the general funds of PSAD.

3. It is hereby declared that said borrowing is necessary for the purpose of securing funds for Academy operations or for the payment of previous loans made for Academy operations under Section 1225 of the Revised School Code, or any other statute and it is agreed with the Bank that the proceeds thereof will be used exclusively for such purpose or purposes.

4. The Board irrevocably pledges State Aid funds to be received by PSAD for the benefit of the Academy for repayment of the Note and authorizes the direct intercept of State School Aid Payments (as defined in the Fiscal Agent Agreement between the Grand Valley State University Board of Trustees and PSAD dated January 3, 2008) allocated to the Academy.

5. The Board hereby approves that (i) the Note shall be dated no later than September 1, 2014 or such other date as determined by the Board President or any other officer of the Board (each an "Authorized Officer") and (ii) the interest rate on the Note shall not exceed 6% per annum. The Board also hereby authorizes the making of any and all payments due relative to the Note, including but not limited to any and all late fees due and owing to the Bank and late fees that may become due.

6. An Authorized Officer is further authorized to pay any appropriate fees and provide any additional information which the Michigan Department of Treasury may request for approval of the borrowing by PSAD for the benefit of the Academy as may be required by the Revised School Code and Act 34.

7. The Board hereby appoints the law firm of Dickinson Wright PLLC to act as counsel to PSAD for purposes of issuance of the Note.

8. The Note may be redeemable prior to maturity on the terms and conditions provided in the Transaction Documents (as defined below).

9. Any Authorized Officer is each hereby authorized to hereafter execute and deliver the Note and any documents or

certificates necessary for the issuance thereof (the “Transaction Documents”), and any of the above persons are authorized to take all steps necessary to issue, sign, and deliver the Transaction Documents consistent with the Revised School Code and Act 34 and such Authorized Officer’s execution thereof shall constitute conclusive evidence of the Board’s approval of the issuance and delivery of the Note.

10. Within 15 business days of completing the issuance of the Note, the Board, the Chief Administrative Officer, or his designee shall, on behalf of PSAD, file or cause to be filed, a copy of all of the following with the Department of Treasury in the form and manner prescribed by the Department of Treasury: (i) a specimen copy of the Note; (ii) a copy of the legal opinion regarding the legality of the Note; (iii) a copy of this Resolution authorizing the issuance of the Note; (iv) any associated filing fee, as determined by the Department of Treasury; and (v) such other documents as the Department of Treasury may require.

11. All resolutions and parts of resolutions insofar as they conflict with the provisions of this Resolution are hereby rescinded.

12. Any action or actions taken by an Authorized Officer in furtherance of the transactions contemplated under this Resolution (to the extent such action or actions are not inconsistent with the delegation of authority provided under this Resolution) are ratified and confirmed in all respects.

Motion passed unanimously.

3. HFA:SCS Status Update

i) Brief Operational Report including HFA Elementary School

John Cleary provided the overview to the _____.

ii) 2013-2014 Financial results

iii) Approval of 2013-2014 Budget Amendments

Upon motion of: Keith Cooley

Seconded by: Joe Aristeo

Motion: BE IT RESOLVED that the Board approves and adopts the 2014 - 2015 general fund budget and food service budget

amendments as presented and appropriates the expenditures set forth in the HFA:SCS budgets to meet the liabilities of the HFA:SCS District for the current fiscal year.

Motion passed unanimously.

iv) 2014-2015 Budget presentation

Julius McDougal presented the 2014-2015 Budget. The Budget is based on enrollment of 1,200 students, state aid of \$7,268 per student, and a 2% salary range increase.

v) Approval of 2014-2015 Budget

Upon motion of: Joe Aristeo

Seconded by: Keith Cooley

Motion: BE IT RESOLVED that the Board approves and adopts the 2014 - 2015 Henry Ford Academy:School for Creative Studies proposed annual general fund and food service budgets as presented and appropriates the expenditures set forth in the HFA:SCS budget to meet the liabilities of the HFA:SCS District for the ensuing fiscal year.

Motion passed unanimously.

vi) Approval of Independent Contractor Agreement with HFLI for HFA:SCS Elementary

Upon motion of: Joe Aristeo

Seconded by: Keith Cooley

Motion: BE IT RESOLVED that the Board approves the Independent Contractor Agreement between Henry Ford Learning Institute and the Public School Academies of Detroit for the Henry Ford Academy:School for Creative Studies Elementary 1, as presented.

Motion passed unanimously.

vii) Approval of MFA State Aid Financing

It was determined by school staff that they do not need to make a cash flow borrowing for School Year 2014-2015.

G. Approval of Board Resolution for Capital Expenditure tracking

Upon motion of: Denise Lewis

Seconded by: Annis Stubbs

BE IT RESOLVED THAT The Public School Academies of Detroit Board of Directors (the “Board”) adopts lease amendments for each UPA and UPSM school with the following shared provision set forth in Section 10.1(a), of each lease agreement:

The Board shall use good faith efforts to set aside a fund balance and appropriate same for capital expenditures equal to the attached Schedule of Capital Expenditures Reserve for each school district; UPA and UPSM. The Board shall report the amount of fund balance associated with capital expenditures on a per district basis to the Landlord on or before July 1st of each school year. Landlord shall have sole discretion to waive all, or part of, any obligation under the Lease Agreement for the set aside of capital expenditures for the school district subject to all applicable laws and regulations.

Motion passed unanimously.

Upon motion of: Denise Lewis

Seconded by: John Cleary

BE IT RESOLVED THAT legal counsel to review compliance with transparency rules as presented in MDE memorandum April 2012.

Motion passed unanimously.

H. Upcoming School Events

I. Legal Matters

None

J. Safety Reports

1. UPA/UPSM

None

2. HFA:SCS

None

Mr. Parks asked that the August Meeting include Safety Policy updates.

K. Authorizer Comments

J.D. Smith updated the Board on the GVSU earned grant report and educational performance requirements.

L. Public Comment

Speaker -

M. Adjournment

Upon motion of: John Cleary

Seconded by: Jerry Jung

Motion: BE IT RESOLVED, the Public School Academies of Detroit Board Meeting be adjourned.

Motion passed unanimously.

Meeting was adjourned at 2:32 p.m.

Minutes prepared by:

Peter Webster, Esq.

Minutes Approved by:

Denise Lewis, Board Secretary

Date _____