

Johnson Creek Board of Education  
Finance Committee Meeting  
July 28, 2010  
District Office  
5:00 p.m.

Treasurer June McCaffery called the meeting to order.

Members present: Carol O'Neil, Duane Draeger, June McCaffery, President Tina Roehl and District Administrator Michael Garvey.

Dr. Garvey verified that the meeting was properly posted.

Motion by Draeger/O'Neil to adopt the Agenda as posted. Motion passed.

The Committee reviewed the resolution to adopt the Wisconsin OPEB Trust.

Motion by O'Neil/Draeger to recommend that the Board adopt the Wisconsin OPEB Trust. Motion passed

The Committee discussed the unfunded liability to the Wisconsin Retirement System. Dr. Garvey shared examples of how the District could save over \$70,000 if the District refinanced the debt. Mrs. McCaffery is concerned that the JCEA would expect their total compensation package to remain the same without recognizing the remaining debt (WRS payments are included in the costing mechanisms and payments to a refinanced loan would not be).

Motion by McCaffery/O'Neil to recommend to the Board that \$100,000 of fund balance be used to make a payment to WRS, \$100,000 be used to fund the OPEB trust, and that the JCEA be approached about an agreement that 1.1% of the salary in the costing mechanism be used for up to 5 years recognizing the outstanding loan and if such an agreement can be reached, then the WRS prior service liability be refinanced. Motion passed.

Dr. Garvey presented the unaudited 2009-10 revenues and expenses after the auditors made adjustments. He requested and received approval to include 2010-11 expenditures in Fund 21 to purchase smart boards (approved 10,000). He also indicated that Fund 50 did well again this year. The 2010-11 budget will include the replacement of the six remaining old style of lunch table and will need to be adjusted for the breakfast program.

Dr. Garvey also indicated that Fund 80 will need to be adjusted if the After School Club program is approved. However, the program will be self funding to the increase in revenue and expense will offset each other.

Dr. Garvey shared with the Committee that he expects the 2010-11 aid will be less than estimated by the State since the District did not spend the amount of money originally

budgeted. However, the aid works out in the end because the District will use fund balance in 2010-11 thus “exceeding its budget”.

Motion by Draeger/McCaffery to adjourn. Motion passed.

Motion by Respectfully Submitted,

Michael P. Garvey, Ph.D.  
Superintendent