

Finance Committee Report

Meeting Date: 2/10/14

In Attendance: Kent Barwind, Andy Beggins, Roger Nagel, Brenda Sepan, Patrick Wolf, Jason Sunahara (by conference line)

Financial Statement Review

The financial statements appear to be in line with expectations and the committee recommends the approval of those financials.

Review of Q2 Financial Report

The Finance Committee reviewed Brenda's report which included a number of metrics relevant to the health and progress of the school, including trending of those metrics. The information provided appears to further support that the school is not only in solid financial condition but also appears to be continuing to trend appropriately. One action item discussed, was speaking with bond professionals to ensure that we are tracking all of the appropriate metrics and that we are using the proper methodologies in their calculations.

Review of new A/R Reports and Discussion of Transportation Costs

Committee reviewed the recent A/R report and discussed whether it is necessary to continue to include transportation items, which are managed outside of our system. The committee decided that we will continue to include those items unless and until it is fully determined that none of these external liabilities could potentially be transferred to BFA by the district.

Discussion of Audit Firm to be Used Prospectively

This discussion item was requested to be added by Ward Cerny from the Board. Ward was unable to attend the meeting. In addition, Ryan Patterson was unable to attend. Ryan has been our committee member most involved with the audit engagement. The members present at the meeting felt that a discussion regarding the merits of continuing to use Swanhorst & Co. would be incomplete without the inclusion of Ward and Ryan. For this reason we agreed to table the subject until our next meeting.