

**MINUTES OF MEETING OF BOARD OF FINANCE
OF
CLAY COMMUNITY SCHOOLS**

A Regular Meeting of the Board of Finance of Clay Community Schools was held at the Central Administrative Office, 1013 S. Forest Avenue, Brazil, IN 47834, on Thursday, January 11, 2018. Tom Reberger, Kevin Kumpf, Michael Shaw, Andrea Baysinger, Ron Scherb, and Shane Wiram were present. Amy Burke Adams was absent.

I. Call to Order

Board President Kevin Kumpf called the meeting to order at 7:15 p.m.

II. Election of Officers

Mr. Reberger moved to retain officers Kevin Kumpf as president and Shane Wiram as secretary of the Board of Finance. Dr. Shaw seconded, and the motion was approved by a 6-0 vote.

III. Report on Investments

As required by Indiana Code 5-13-7-6, Mr. Mark Shayotovich, Director of Business Affairs, presented the amount of investment income for the school corporation for the previous calendar year. In his report, a copy of which will become a part of the official minutes, he noted that interest income for 2017 had been significantly higher than previous years. He attributed this to the fact that interest income for 2015 (approximately \$21,000) and 2016 (approximately \$22,000) had come primarily from interest earned on checking accounts, but a substantial amount of interest earned for 2017 (well over \$250,000) had come from investing a portion of the funds received from the sale of the bonds for the construction project. Those funds had been invested in short-term instruments in order to provide more of a return while the funds were waiting to be used. Mr. Shayotovich also noted that there had been a significant bump in demand deposit interest earned. Usually, the amount earned on checking accounts would be between \$1,500 and \$2,000 per month; however, the amount earned in the last couple of months had been between \$12,000 and \$13,000. When Mr. Shayotovich had contacted Fifth Third Bank to make sure the amount of interest earned was correct, he had been told that it was due to the fact that Fifth Third had been doing some different things with the way they invested; the increased returns were being given back to their customers.

Mr. Shayotovich then pointed out that the school corporation had a significant cash balance, and although the cash balance would not be as great once the construction project was over, he could perhaps do some similar types of investing.

Next, Mr. Shayotovich presented a spreadsheet that listed all of the investments held by the school corporation through the construction project. A copy will become a part of the official minutes.

At this point, Mr. Shayotovich reminded the board members that he would be giving his annual financial report during the February school board meeting and he would have a section in that financial report where he will go over where the school corporation is on

the construction project and where it is anticipated the school corporation will be a year from February when the construction project is done.

Mr. Shayotovich then recommended approval of the report.

Prior to a motion, Superintendent Fritz thanked Mr. Shayotovich for his vision and for putting this together; it had really paid off.

Mrs. Baysinger moved that the Board of Finance accept the report on investments as presented. Mr. Scherb seconded. The motion was approved by a 6-0 vote.

IV. Adjournment

Having exhausted all agenda items, the meeting of the Board of Finance was adjourned at 7:25 p.m.

The meeting was audio recorded and copies may be requested by contacting the Central Administration Office.

January 11, 2018 Board of Finance Minutes

Board of Finance President
Kevin Kumpf

Board of Finance Secretary
Shane Wiram

Member

Member

Member

Member

Member