

The District Five Board of Trustees met Monday, June 10, 2013, at the District Five Administrative Offices, 100 N. Danzler Road, Duncan, SC at 6:30 p.m.

The following members were present:

Mr. Steve Brockman
Mr. Gerald Cook
Mr. Bo Corne
Mr. Rick Eitel
Mr. Garry Harper
Mr. Patrick Jarrett
Mrs. Julie McMakin
Mr. James Norman
Mr. Michael Thompson

1. **Call to Order and Notice to Media:** Mr. Steve Brockman, Chairman, called the meeting to order and read the Notice to Media:

Spartanburg County School District Five has complied with the requirements of the Freedom of Information Act in notification of the media and other interested parties and organizations and posting of the agenda.

2. **Open Meeting with Prayer:** Mr. Garry Harper led the opening prayer.

3. **Approval of Minutes – May 20, 2013:** Minutes from the May 20, 2013 meetings were approved as presented.

4. **Action Agenda**

- a) **District Five Schools: General Fund and Debt Service Budgets:** Mr. David Hayes, Director of Finance, presented information which has been discussed and reviewed at previous finance committee meetings pertaining to the 2013-14 budget. A copy of the proposed budget was presented, as well as information provided at the Public Hearing held prior to the board meeting the same day. Included in the budget report was an executive summary of budget changes, general fund budget summary, SC Department of Education projections, debt service fund, and salary schedules. Mr. Hayes reported that student enrollment was at an all time high, totaling 7,538 students served this year. The district's salary scale remains the same as the current year, with no increase. Eligible employees will receive a step increase where applicable. This increase totals \$619,000 in expenditures. Employer health insurance rate increase totals \$415,500, and retirement increase totals \$131,000 in expenditures. The budget reflects a savings of \$450,000 from the 15% cut to working retirees salaries. Mr. Hayes reported a total increase in the general fund budget of \$1,594,129. The budget, as presented, reflects using \$458,776 from the fund balance, in lieu of a tax increase. The 2013-14 proposed budget requires no millage increase in the general fund and debt service fund.

After questions and discussion, a motion was made by the Chairman of the Finance Committee to approve the 2013-14 budget as presented by the administration. The motion, not requiring a second, was approved unanimously (9-0).

- b) **Spartanburg County Alternative School Budget:** Mr. Hayes presented the 2013-14 proposed budget for the Spartanburg County Alternative School. Spartanburg District Seven is the fiscal agent for the Alternative School and prepared the budget. This budget has been presented to the seven Spartanburg County Superintendents. As presented, the budget calls for a 0.2 percent millage increase. This increase could be less, depending upon reassessment values.

A motion was made by the Chairman of the Finance Committee to approve the 2013-14 Spartanburg County Alternative School budget as presented. The motion was approved unanimously (9-0).

- c) **McCarthy-Teszler School Budget:** Mr. Hayes presented the 2013-14 budget for the McCarthy-Teszler School, which serves special needs students in Spartanburg County. The budget, as presented, calls for a net increase of no more than 0.3 mills.

A motion was made by the Chairman of the Finance Committee to approve the 2013-14 McCarthy-Teszler School budget as presented. The motion was approved unanimously (9-0).

- d) **R. D. Anderson Applied Technology Center Budget:** Mr. Hayes presented the 2013-14 General Fund budget for R. D. Anderson Applied Technology Center, which serves students in Districts Four, Five, and Six. Mr. Hayes reported that the proposed budget does not reflect a tax increase.

A motion was made by the Chairman of the Finance Committee to approve the 2013-14 budget for R. D. Anderson Applied Technology Center, as presented by the administration. The motion was approved unanimously (9-0).

- e) **Resolution Authorizing General Obligation Bonds:** Mr. Hayes presented a copy of a resolution authorizing the issuance and sale of General Obligation Bonds not exceeding \$3,670,000. The bond proceeds will be used to make interest payments on the Installment Purchase Plan debt issued in 2005. This will allow the district to maintain the current millage rate with no increase and is necessary due to the general fund millage cap imposed by Act 388.

A motion was made by the Chairman of the Finance Committee to approve the resolution authorizing General Obligation Bonds, as presented by the administration. The motion was approved unanimously (9-0).

5. Executive Session

- a. **Personnel:** A motion was made, seconded and passed unanimously (9-0) to go into executive session for the purpose of personnel recommendations.

A motion was made, seconded and passed unanimously (9-0) to accept the personnel recommendations as presented.

Additionally, a motion was made, seconded and passed unanimously (9-0) to approve a base salary increase for the superintendent of 3.5 percent, as well as an extension to his contract for a period of one year, through June 30, 2016.

There being no further business, the meeting was adjourned at 9:00 PM.

Respectfully submitted,

Michael Thompson
Secretary