

**Idaho Virtual Academy
Board of Director's
Special Board Meeting
October 17, 2012**

I. PRELIMINARY

- A. CALL TO ORDER**
- B. ESTABLISH A QUORUM**

Meeting commenced at 7:04 p.m. MDT with a quorum of the Directors.

The meeting was held in the Treasure Valley Learning Center with additional participation via telecommunications.

- C. TRUANCY HEARINGS AS NEEDED**

No truancy hearings held or scheduled.

- D. ROLL CALL**

Directors Present:

Dave Malnes
Kimber Tower
Nathan Vore
Kerry Heninger
Monica Robinson-Eckert (joined in progress)

Others in attendance:

Desi Laughlin
Mike Groshong
Allen Wenger
Amy White
Jared Zwycart

II. COMMUNICATIONS

- A. ORAL COMMUNICATIONS**

No member of the public signed up for public input.

B. DIRECTOR'S REPORT

The Chairman welcomed those in attendance.

The Chairman advised the Directors that the process for question development and preparation for the certificated staff survey is in progress and on schedule for the target survey date in early November.

1. Educational Meetings and/or Trainings attended by the Directors since the last board meeting.

None scheduled or presented.

C. INFORMATIONAL – BOARD STAFF DISCUSSIONS

None scheduled or presented.

D. APPROVAL OF PREVIOUS BOARD MEETING MINUTES

None scheduled or presented.

E. PROCEDURAL NOTE: ANY ADDITIONS, CORRECTIONS OR SUBSTITUTION TO THE CURRENT AGENDA.

No additions, corrections or substitutions to the Agenda were made.

III. CONSENT AGENDA ITEMS:

No items were addressed.

IV. SCHEDULED FOR ACTION:

A. BUSINESS

1. SCHOOL AUDIT REPORT

The school's Financial Audit Report for the 2011-2012 school year was presented to the Directors by Jared Zwygart at Bailey and Company.

Mr. Zwygart addressed the written summary of the auditor's report and findings along with specific discussion as to various funds and statements. Discussion included: post-employment benefits

calculations, the Statement of Net Assets and how that compares to a traditional school district, Statement of Activities for the Year and the connection of the net asset figure through this process; various Title and federal funds; review of revenue and expenditures in both actual and initial projected budget; cash investments; operating leases; Internal Controls reporting and overall compliance.

Mr. Zwygart additionally addressed the separate Auditor Letter required of the auditors in addressing the management interactions in the auditing and accounting process.

Mr. Wegner engaged the Directors in a discussion relative to the impact in funding as a result of the inflexibility of the ISEE system and how activities are being addressed for this school year to attempt to lessen that impact.

Directors raised question to Mr. Zwygart as well as Mr. Wegner regarding: issues of actual to budgeted figures for both revenue and expenditure; discussion on how the Board can track “red flags” during the course of the school year to avoid the situation currently occurring at the Nampa School District; the uniqueness in the relationship with K12 and how such impacts the school’s finances; the Credit Memo; and comparisons in funding to other virtual charter schools as well as other similarly sized traditional school districts with regard to funding and expenditures.

Motion made by Director Heninger as follows:

Motion to approve the IDVA Audit Report for the 2011-2012 School year, as presented by Bailey and Company.

Motion seconded by Director Vore.

Motion approved unanimously.

Director Vore, as the Board’s Treasurer and a banking professional, advised the Directors that he was very pleased with the audit report findings.

2. APPROVAL OF SEPTEMBER FINANCIALS

Mr. Wegner indicated that the financial reports are typical and customary for this time. The cash flow position is good.

Mr. Wegner has conducted a comparison of both revenue and costs at this time in comparison to this same time last year. He reviewed such and indicated that the school is in a better position this year than last. Discussion continued relating to the budgeting process for this current school year in order to decrease the variance expectation from budgeted to actuals with regard to both revenue and expenses for the school.

Mr. Wegner addressed the issue of enrollment figure variance between the school and SDE that is due to cohorts starting in staggered patterns. The last of the High School cohorts just started so these discrepancies should start to lessen as the school year continues.

Discussion was held as to the payment and credit memo for K12 for the 2011-2012 school year and what is anticipated for the 2012-2013 school year.

Motion made by Director Vore as follows:

Motion to approve the IDVA September Financial Report, as presented.

Motion seconded by Director Heninger.
Motion approved unanimously.

B. INSTRUCTION AND CURRICULUM

No matters were scheduled on the agenda and no matters were addressed.

C. PUPIL SERVICES

No matters were scheduled on the agenda and no matters were addressed.

D. PERSONNEL

No matters were scheduled on the agenda and no matters were addressed.

V. ITEMS SCHEDULED FOR INFORMATION:

No matters were scheduled on the agenda and no matters were addressed.

VI. EXECUTIVE SESSION:

No executive session scheduled or held.

VII. ADJOURNMENT:

All of the Board's business being concluded, Director Vore made a motion that the meeting of the Board of Directors be adjourned.

Director Heninger seconded the motion.

Motion was approved by unanimous consent.

Meeting was adjourned at 7:56 p.m. (MDT)

Dated the 17th day of October, 2012.

Mike Groshong

Board Clerk

Board of Directors Meeting convened and held pursuant to appropriately provided and received electronic Notice of Annual Board Meeting with posted agenda (IDVA By-Laws, Article V, Section 1).

Meeting held at the Treasure Valley Learning Center with additional attendance available via telecommunications.