

Hoosier Academy, Inc.
 Regular Board Meeting Minutes
 April 26, 2016

Upon determining the presence of a quorum, Board Chair Marske called the meeting to order at 5:49P.M. Tuesday, April 26, 2016.

Chairman Marske read the Board Mission: 1) make sure that our school accomplishes the outcomes it was chartered to produce (i.e. student achievement) and 2) Make sure that nothing illegal, unethical, or imprudent occurs.

Attendance:

Name	Present	Absent	Arrived Late	Departed Early	Electronic Participation
John Marske	✓				
John Luta	✓				
George Giltner	✓				
Gary Meyer	✓				
Ron Brumbarger		✓			
April Turner			✓		

Others in Attendance:

K12 Representatives	HA Staff	Community Members
Byron Ernest Cindy Wright Patti Ashley Chris Chalker Kathy Coe Dominique Franklin Andrea Ettenberger Kent Martin, virtual	Jennifer Lyons Nivan Saadda Dana Smith	Robert Scott Leanne Lamb, virtual Marty Dezelan

C. Approval of the Minutes:

Mr. Meyer motioned to adopt the March 29, 2016 minutes. Mr. Luta seconded. The motion passed.

D. Adoption of the April Agenda:

Chairman Marske amended the April agenda so that the Insurance presentation from Marty Dezelan will happen before the resolutions, and asked that when we get to Items for Next Month for the Policy & Personnel committee members to comment on their availability for a meeting May 17th, and would like to have a discussion next month regarding committees.

Mr. Meyer motioned to adopt the April 26, 2016 agenda as presented. Mr. Luta seconded. The motion passed.

E. Oral Communication:

No oral communication.

II. Hoosier Academy- School and Student Outcomes

A. Insurance Briefing- Marty Dezelan

Marty Dezelan is the vice president for Arthur J. Gallagher and have worked with Hoosier since 2009. We have started the renewal process for Hoosier's insurance, and wanted to go over the process and timeline as it relates to insurance coverage. Currently with Liberty Mutual since 2013 and coming to an end of a three year cycle. Premium rates increased due to coverage of property site and number of students. The renewal process has started with Kathy and Byron of the RES application where you are updating how much business property you have, how much computer value, and most importantly how many students at the k-8 level and 9-12 level, and how many teachers are you going to have. This information will be presented to Liberty Mutual and these are the things that drive your liability. This year there is conversation about going to market or whether we should stay, get this new school started, and go to market next year. If you decide to go to market, you could go back to Hanover, but their interest in the Midwest and education is still small. Philadelphia Insurance has good insurance and likes virtual schools and meet authorizer requirements. WRM America is another option, and another company called Selective. Selective is new to the school market and Indiana but are interested in virtual education. Lastly, Gallagher has a propriety program called Charter First, but unfortunately does not the Ball State requirements. It meets the requirements for the Mayor's office and for the state of Indiana, but there is one line that does not meet Ball State requirements. We continue to work on that because it would be beneficial to Hoosier. The Charter First program does not meet the requirements in that it is not licensed through the department of insurance. If we decide to go to market we need to move quickly because it is not as simple as taking your small business out to market; this is a large school and there is a lot of data collection that has to happen. You have gone to market three times since 2009. Marty also discussed cyber liability insurance. The important things to think about with this coverage is that its data breach coverage, ransom coverage, it comes with a direct line to a law firm that specializes in cyber coverage, it covers credit monitoring requirements, notification requirements, reputational coverage. The application for cyber liability insurance will be included in the application so you can make a formal decision. If you decide not to take this coverage, you will have to sign a statement saying you do not want this coverage.

Mr. Marske stated that it would be best to wait because of all of the changes coming. Mr. Meyer motioned to continue with the renewal process with Liberty Mutual and not go into market. Mr. Luta seconded. The motion passed.

B. Resolution 2016-4

Mr. Meyer motioned to adopt Resolution 2016-4, Computer Disposal. Mr. Luta seconded. The motion passed.

C. Resolution 2016-5

Mr. Meyer motioned to adopt Resolution 2016-5, Amendment to the Weighted Grade Policy. Mr. Giltner seconded. Mr. Luta asked how many students this policy affects. Dominique Franklin shared a small number, around 10 total. Mr. Luta wanted to retroact the policy so it covers first semester. Kathy Coe stated that it would be difficult because of students that graduated in December and Mr. Marske stated that if you open it up retroactive you open it up to everything else. The motion passed 4-0.

D. Summer School- Dominique Franklin

Summer school is being offered to high school students that need credit recovery (grades 10-12) and to high school students (grades 9-12) who want to get ahead. The credit recovery courses will be offered from June 6 to July 1, students are allowed to take a maximum of two courses, does not cost families anything, will be taught by HA teachers, and will be a very structured like the current Credit Recovery School Model. The regular summer school courses will be through Indiana Online Academy, from June 6-July 1, students are allowed to take a maximum of two courses and will cost families \$50 per course. The course is taught through IOA, and final grades will be sent to Hoosier to be input to transcript.

The funding for summer school is through the 2016 Summer School grant which is \$113,750. \$70,000 goes towards the 700 credit recovery courses, \$10,000 for teacher stipends, and \$33,750 for IOA courses.

E. Insight Briefing- Dr. Ernest

Currently interviewing for academic administrators and had some interviews today.

Have a list of current teachers who are interested in teaching at Insight, but going to hold off on making those decisions until we have an academic administrator to help make those decisions. There is a task force of teachers who are calling parents that have expressed an interest in Insight for their students. Mr. Giltner asked what the timeline for having an academic administrator hired is; Dr. Ernest is looking at 2 weeks max.

F. Facility Update- Dr. Ernest

The Franklin Rd building will have grades k-6 in the space southwest corner and every classroom would have a wall of windows, would gain office space as well. Bathrooms would be fixed into the space as well as where to put a playground. The downfall to the Franklin plan is that McCallister could potentially have to extend their lease if their new building is not ready. However, the plan would be to use the cafeteria space and make temporary classrooms.

The Caito building will occupy two additional buildings in the complex. The k-6 would stay in the same building, admin would occupy the smaller building and 7-12 would have the larger building. A downfall to the Caito location is that the buildings are not sprinkled, but would only have to install sprinklers in the 7-12 building. We would need 14 classrooms have not gotten back the draft drawing.

Hopefully at the May meeting there will be drawing to show for Franklin, rough numbers on cost for Franklin, and a potential walk through for the Franklin building.

Mr. Giltner asked if other sites/vacant school buildings have been discussed/looked at other locations.

Dr. Ernest shared that there has not because more would be involved, but maybe that's a case we look at what else is in the market once we get back the specs and know the cost.

G. Handbook Briefing- Dr. Ernest

The 2016-2017 school handbooks are in the dropbox for review. Currently they are broken up by school and building. They are drafts, and the next step based on legal counsel is have the academic administrators review and make consistent before the Policy & Personnel meeting on the 17th. Mr. Marske reiterated the importance of reviewing the handbooks before the 17th.

III. Hoosier Academy- Financial, Legal and School Operations

A. Community Report- Rachael Borrelli

No community report presented this month.

B. Enrollment Report- Kathy Coe

Hoosier Indianapolis enrollment for April is 269, up from March's 267. Virtual enrollment is 3643, down from March's 3866. Re-registration for the 2016-2017 school year is 153 for Indy and 2107 for virtual.

Hoosier Academy Indianapolis Enrollment 2015-2016 School Year

Total Enrollment

Grade	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	March	April
Pre	5	11	9	10	10	13	15	14	15	13
1	12	14	15	16	14	11	11	11	11	11
2	10	11	9	10	9	10	10	11	14	14
3	17	20	22	22	20	21	21	21	21	24
4	26	23	21	25	25	24	24	24	24	23
5	17	18	18	17	17	17	16	16	16	17
6	12	12	15	17	15	16	16	16	16	16
7	21	21	21	23	23	25	25	25	26	27
8	30	30	19	21	24	25	30	33	36	36
9	20	26	34	26	28	27	25	23	24	23
10	17	15	24	22	24	24	23	20	22	20
11	28	30	30	27	30	28	28	28	28	27
12	21	23	15	15	15	15	14	13	12	12
Grand Total	226	254	244	251	254	254	255	260	267	265

Hoosier Academy Virtual Enrollment 2015-2016 School Year

Total Enrollment

Grade	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	March	April
Pre	67	115	140	132	112	134	133	133	135	133
1	169	199	191	186	186	183	176	183	182	177
2	131	136	168	162	154	161	166	170	177	174
3	206	215	225	226	224	217	224	226	225	206
4	120	164	142	166	160	163	161	166	166	163
5	119	148	177	180	173	172	175	182	187	180
6	202	146	256	255	294	255	252	266	267	268
7	227	283	311	304	309	306	303	323	329	327
8	239	217	403	389	385	387	361	378	384	359
9	304	422	475	464	475	489	476	498	515	484
10	384	487	367	572	564	572	540	559	556	499
11	391	593	628	584	599	593	527	532	525	466
12	328	327	303	292	279	268	239	245	234	211
Grand Total	2907	3650	3995	3920	3836	3880	3724	3889	3896	3643

Registration 2017

Grade	Hoosier Acad	Hoosier VS	Grand Total
6	141	85	227
7	20	121	141
8	9	168	177
9	18	132	150
10	54	202	256
11	6	110	116
12	12	170	182
7 th	16	200	216
8 th	34	208	242
9 th	20	253	273
10 th	12	168	180
11 th	16	241	257
12 th	2	48	50
Grand Total	323	2107	2430

C. Compliance Report- Kathy Coe

All state reports have been submitted and completed. The next report for the state will be IREAD test labels for students who did not pass in June. Quarterly Ball State Finance report is due this month, and updating of any other Ball State reports are done on the 15th of each month.

D. Personnel Report- Kathy Coe

Two on medical leave at Hoosier Virtual, two people returned and no terminations.

E. Financial Report – Patti Ashley

The financial statements were reviewed by the finance committee for last month. The committee reviewed the AP vouchers and some of the high level volumes that were paid out in March are payroll, K12 fees, rent; special education bills; testing reimbursements. The P & L forecast was also presented with a 2% increase in expenses; k12 charges for student instruction increased by 4%, K12 3rd party teacher instruction decreased and administration increase was by 8% primarily for higher payroll services. The balance sheet was also reviewed by discussing the assets and liabilities with a 7% decrease in cash balance and a 19% decrease in prepaid assets, as well as the cash flow by reviewing the inflows and outflows.

Mr. Meyer motioned to approve the March vouchers for both schools, Hoosier Indy and Hoosier Virtual for audit. Mr. Luta seconded. The motion passed.

Mr. Meyer motioned to accept the March finances statements for audit. Mr. Giltner seconded. The motion passed.

IV. Hoosier Academy- Committee Reports

- a. No committee reports

V. Board Development

A. Items for Next Month Agenda

The policy and personnel committee is scheduled to meet May 17th to review handbooks for 2016-2017 school year.

Mr. Marske stated that there will be a discussion and vote next month regarding the use of committees.

Next meeting, May 31, 2016 5:30pm, Franklin Road. The June 28th meeting will be in Bloomington at the Hilton Garden Inn.

Being no further business, meeting adjourned at 7: 23pm.

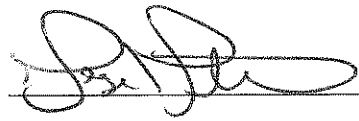
Signatures for Approval of the April 26, 2016 Minutes.



John Marske, Board Chair

5/24/16

Date



George Giltner, Board Secretary

5/24/16

Date