

Minutes of a
Finance/Operations Committee
Lake Forest Community High School District 115

July 13, 2015

Present: John Powers, Reese Marcusson, Ted Moorman, Dale Tauke, Carol White, Allen Albus, Jennifer Hermes, Brittany Tjardes, Mike Simeck
Guest: Paul Hamann

- The Meeting was called to order at 7:30 a.m.
- Mr. Hamann presented an overview of the Wells Fargo U.S. Interest Rate Forecast and offered his opinion regarding the refinancing of district bonds.
- Mr. Powers asked that the order of the agenda be changed in order to continue the bond refunding conversation. The committee discussed refinancing \$10M of the 2006 outstanding bonds.
- May 11th meeting Minutes were approved.
- Allen presented an overview of the 2016 Tentative Budget. Based on planned educational initiatives and assumptions, which include timing of State payments, assumed pension cost shift, spend down of bond proceeds, it is anticipated that Expenses will exceed Revenues in FY 16. He went on to explain that the district will remain financially strong and the fund balance will remain above the Board Policy target of 10%.
- Allen reported that there are two Operational Services Board Policies in need of revision. The group discussed and agreed with the need for revision.
- Brittany reported that there were service issues with the current Third Party Administrator (TPA) for the district's self-funded dental plan and flexible spending accounts. The District requested proposals from three brokers for an alternative TPA. She went on to explain that the district would also need to sign a Broker of Record letter to change brokers.
- Carol White reported that the bid for the foundation for the East Campus maintenance garage came in higher than anticipated. She recommends moving forward on the East Campus facility and tabling construction of a West Campus facility in order to make up for the higher cost.
- The meeting was adjourned at 9:38 a.m.