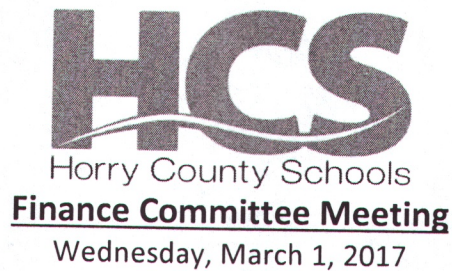


Horry County Board of Education



Board Members Present

John Poston, Board Member and Finance Committee Chair
Shanda Allen, Board Member and Finance Committee Member
Janet Graham, Board Member and Finance Committee Member
Chris Hardwick, Board Member
Holly Heniford, Board Member and Finance Committee Member
Neil James, Board Member and Finance Committee Member

Staff Present

Rick Maxey, Superintendent
Mary Anderson, Chief Officer of Human Resources
Bobbi Antonucci, Systems Analyst for Facilities
Edward Boyd, Chief Accountability Officer
Daryl Brown, Chief Officer of Support Services
Carolyn Chestnut, Chief Officer of Instructional Services
John Gardner, Chief Financial Officer
Kenneth Generette, Staff Attorney
Teal Harding, Public Information Officer
Boone Myrick, Chief Academic Officer
Mark Wolfe, Executive Director of Facilities
Polly Dean, Administrative Assistant

1. WELCOME

Mr. Poston called the meeting to order at 12:00 pm and welcomed those in attendance.

2. INTRODUCTIONS

Mr. Poston asked everyone including the media in attendance to introduce themselves.

3. ACKNOWLEDGE COMPLIANCE WITH FOIA

As required by SC Law 30-4-80, local news media were informed of the date, time, place, and agenda of this meeting. Copies of the agenda were posted at the District Office and distributed to the schools for posting.

4. REVIEW AND APPROVAL OF AGENDA

Moved by Ms. Graham and seconded by Ms. Allen, the agenda was unanimously approved.

5. APPROVAL OF MINUTES

A motion was made by Ms. Allen and seconded by Ms. Graham to approve the January 19, 2017 minutes as presented. The motion carried unanimously.

6. NEW BUSINESS

A. Multi-Year Budgeting

Mr. Gardner explained to the committee that the administration will be prepared to present a multi-year budget to the Board. He explained there are a lot of factors that we do not have control over like state revenue and student growth. He indicated that the use of trend analysis would be the basis of the estimates so projecting 2 – 3 years out would include assumptions and disclaimers. In May when the Superintendent's Comprehensive Budget is presented to the Board, he plans to meet again with the Finance Committee and share with them a 3 year projection to get the committee's input prior to presenting it to the full Board.

B. Financial Impact of the 1000 Year Flood and Hurricane Matthew

Ms. Bobbi Antonucci presented information on the storm costs from the October, 2015 flood and Hurricane Matthew. Only about 19% of insurance segment reports have been received and of the 639 work orders placed after Hurricane Matthew, about 89% of them have been completed. Total storm costs which include preparation, inspections and cleanup, temporary repairs, permanent repairs and other expenses from Hurricane Matthew total around \$1.6 million (does not include damage to the District Office Annex building) and the storm from October, 2015 costs total around \$242,000. Insurance has reimbursed HCS around \$144,000. All damage from the Hurricane was identified to FEMA the end of January. FEMA will start touring the county on Friday to assess damage and repairs from the storm.

Ms. Antonucci further explained that once a storm has been declared to be a disaster it opens up HMGP grants (remediation for other work to be done). Those grants can only be used to improve, enhance, retrofit or upgrade our schools and cannot be used for repairs. From the October storm four grants have been submitted: 1) MBH- upgrade the roof to withstand 150 mph winds; 2) NMBH -upgrade drainage; 3) ODE - upgrade drainage; and 4) around \$30,000 at another location. None of the work can begin until the grant has been fully approved by FEMA and none of the grants have been approved as of today. Ms. Antonucci does not expect to hear from FEMA before May on the approval of the grants.

C. Utilization of the Short-Term Facilities Plan Owners and Off-Site Contingencies

Mr. Gardner indicated to the committee that the attachment "***Contingency and Off-Site Allowance Information-Five New Schools***" was shared with the Facilities Committee because of needs that must be addressed in preparation for the opening of the new schools. Items such as library books and licenses, athletic equipment, musical instruments, administrative supplies, science lab equipment, nurse's clinic supplies, and moving expenses were identified.

The Board approved the short term capital plan that included funding for construction of five new schools, plus a supporting owner's contingency for \$6,750,000 and an off-site development contingency of \$13,000,000.

Mr. Mark Wolfe gave a brief understanding of the handout and would like to request to combine the owner's contingency monies and the off-site contingency monies to pay for the above items into one single contingency. Mr. Gardner suggested to the committee that they ask the Board to allow them to utilize the residual balance of the owner's contingency and the off-site contingency to purchase these items. Mr. Wolfe indicated it is becoming very crucial that these items be ordered to assure delivery prior to the opening of the school.

A motion was made by Mr. James and seconded by Ms. Heniford to use \$4.7 million of the combined residual balance of the off-site contingency and the owner's contingency to purchase identified items. The motion carried unanimously. This item will be placed on the next Board meeting's agenda as a Discussion item.

D. Capital Planning Assumptions/Parameters

Mr. Gardner shared with the committee that the Facilities Committee reviewed the draft of the proposed Capital Planning Assumptions/Parameters and no changes were recommended. They referred the document back to the Finance Committee with their endorsement.

A motion was made by Ms. Allen and seconded by Mr. James to have the Capital Planning Assumptions/Parameters be placed on the Board Agenda for the March 6th Board Work Session/Special Called meeting as a Discussion item. Mr. Poston will also ask the Board if they would like to move it to the Business agenda. The motion carried unanimously.

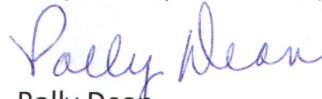
E. Next Meeting Date and Agenda Items

It was recommended for the committee to meet again March 22, 2017 at 12:00 pm. Mr. James asked that an update be provided on the recent activity in the legislature. Mr. Poston asked the committee if they had any items they wished to be discussed, to please e-mail Mr. Gardner.

7. ADJOURNMENT

A motion was made by Ms. Allen and seconded by Ms. Graham to adjourn the meeting. The motion carried and Mr. Poston adjourned the meeting at 12:50 pm.

Respectfully Submitted,



Polly Dean

Administrative Assistant, Fiscal Services

Approved:
