

Fountain Valley School District
Superintendent's Office

REGULAR MEETING OF THE BOARD OF TRUSTEES

10055 Slater Avenue
Fountain Valley, CA 92708

August 24, 2017

MINUTES

President Crandall called the regular meeting of the Board of Trustees to order at 5:30pm.

CALL TO ORDER

The following board members were present:

ROLL CALL

Sandra Crandall	President
Lisa Schultz	President Pro Tem
Jim Cunneen	Clerk
Jeanne Galindo	Member

Absent:	
Ian Collins	Member

Motion: Mr. Cunneen moved to approve the meeting agenda including the addition to the Closed Session agenda.

AGENDA APPROVAL

Second: Mrs. Schultz

Vote: 4-0

BOARD WORKSHOPS

Superintendent Mark Johnson Ed.D and Assistant Superintendent, Business Services Christine Fullerton joined the Board for a discussion of the next steps and timeline in the process to sell the Crossroads Office Park. This is a two story, professional building owned by the District, the purpose of which was to generate an alternative revenue stream for the District's General Fund.

Dr. Johnson began the workshop by providing a brief history of the Crossroads Building and work done to date to declare the property surplus and authorize the sale of the property, following the formation of an Advisory Committee and study of the property. He further explained District receipt of written notice from the County of Orange indicating their interest in the property. He also explained the District's obligation to engage in good-faith negotiations for 90 days with interested public

WORKSHOP ON THE
NEXT STEPS IN THE
PROCESS TO SELL
CROSSROADS OFFICE
PARK

agencies, noting that negotiations begin with a response to the agency indicating minimum price and conditions of sale. In addition, Mrs. Fullerton reviewed the broker opinion of value and its basis, including: market overview, CAP rate analysis, and market analysis. Based on these factors, the broker opinion of value is an asking price of \$175.00 per square foot or \$7,799,050. In closing, Mrs. Fullerton reviewed the timeline going forward.

Superintendent Mark Johnson Ed.D and Assistant Superintendent, Business Services Christine Fullerton joined the Board for a preliminary discussion of the process for annually allocating proceeds generated from the investment in Fund 40-41 and other alternative revenue streams.

DISCUSSION ON THE INVESTMENT INCOME FROM FUND 40-41

Mrs. Fullerton opened the workshop by providing a review of the events leading to funds to invest in Fund 40. In addition, she explained that Fund 40 is the Special Reserve for Capital Outlay and the revenue in Fund 40 came from the sale of surplus properties. Sub-fund 40-41 was created when the Investment Portfolio was established to track the investment separately from the other funds in Fund 40. She further detailed how the funds in Fund 40-41 are invested, noting the Board’s goals regarding the investment including highest yield and highest security. Mrs. Fullerton also reviewed the proceeds from Fund 40-41 over the past two years, including 2015-16 at \$308,219.38 and 2016-17 at \$405,421.83, through March 30th (noting that that Treasurer’s Office is still completing the last quarter report). In addition, Dr. Johnson noted that the income in Fund 40-41 is subject to fluctuations in the economy, specifically interest fluctuations. Moreover, while the principal is secure, we don’t know exactly the dollar figure of the yield until it is deposited. And lastly, the original dollars were generated from the sale of District property. He offered several items for Board discussion including: whether or not to create an annual timeline, the desire for a priority funding list, and funding mechanism. Following discussion, the Board reached consensus to direct staff to put together an annual timeline for Board consideration regarding the allocation of proceeds from Fund 40-41; indicated a preference for forward funding; and shared some items for consideration for a priority funding list. In addition, they directed staff to bring back items discussed tonight, in addition to items added by staff, for an activity intended to create a priority funding list.

There were no requests to address the Board prior to closed session.

PUBLIC COMMENTS

Mrs. Crandall announced that the Board would retire into Closed

CLOSED SESSION

Session. Action was not anticipated. The following was addressed:

- Personnel Matters: *Government Code 54957 and 54957.1*
Appointment/Assignment/Promotion of employees; employee discipline/dismissal/release; evaluation of employee performance; complaints/charges against an employee; other personnel matters.
- Pupil Personnel: *Education Code 35146*
Student expulsion(s) or disciplinary matters for violation of Board Policy 5144.1.
- Negotiations: *Government Code 54957.6*
Update and review of negotiations with the FVEA and CSEA Bargaining Units with the Board's designated representative, Cathie Abdel.

The public portion of the meeting resumed at 7:00pm.

PLEDGE OF
ALLEGIANCE

Mrs. Galindo led the Pledge of Allegiance.

BOARD REPORTS AND COMMUNICATIONS

Mrs. Schultz's activities since the last meeting included: Leadership Advance, noting that when you get so many together with the same passion, it further fuels the flames of that passion and invigorates all of our enthusiasm. She commended the great, positive energy in the room, noting that she was pleased to have had the opportunity to attend.

Mr. Cunneen's activities since the last meeting included: Leadership Advance, commending the staff involved and their presentations that day. He noted that it was a wonderful way to start the new year. He wished everyone the best for the school year, noting that we are poised for the best this year. In addition, he wished Dr. Johnson a happy birthday and thanked everyone for their well wishes and support regarding his wife, Mimi.

Mrs. Galindo's activities since the last meeting included: Leadership Advance, noting that it was a refreshing day, with surprises that she did not expect, including the opportunity to get to know two of our teachers better. She thoroughly enjoyed the day and continued to think about it days later.

Mrs. Crandall congratulated our 18 newly hired certificated staff. Her activities since the last meeting included: Leadership Advance, noting the apparent amount of thought, time and energy involved in the day. She commended senior staff. In addition, she enjoyed the new teacher orientation. She thanked the Trustees for their continued preparation and service.

PUBLIC COMMENTS

There were no requests to address the Board of Trustees.

PUBLIC COMMENTS

LEGISLATIVE SESSION

Motion: Mrs. Galindo moved to approve Global Adoption of Updates to Board Policies and Board Bylaws Since Adoption of Updated Board Policy Manual, January 2017 (First Reading).

GLOBAL ADOPTION OF UPDATES TO BOARD POLICIES AND BOARD BYLAWS SINCE ADOPTION OF UPDATED BOARD POLICY MANUAL, JANUARY 2017 (FIRST READING)

Second: Mrs. Schultz

Mrs. Crandall shared one suggested edit to Board Bylaw 9323, which the Board reached consensus on and the revision will be included prior to the global adoption of updates being brought to the Board for second reading and adoption.

Vote: 4-0

Motion: Mr. Cunneen moved to approve Minimum Purchase Price for the Sale of the District’s Crossroads Office Park Property.

APPROVAL OF MINIMUM PURCHASE PRICE FOR THE SALE OF THE DISTRICT’S CROSSROADS OFFICE PARK PROPERTY

Second: Mrs. Galindo

Vote: 4-0

Motion: Mrs. Galindo moved to adopt Resolution 2018-07 Education Protection Account (EPA) Funding and Spending Determinations for the 2017-18 Fiscal Year.

APPROVAL OF RESOLUTION 2018-07 EDUCATION PROTECTION ACCOUNT (EPA) FUNDING AND SPENDING DETERMINATIONS FOR THE 2017-18 FISCAL YEAR

Second: Mrs. Schultz

Vote: 4-0

Motion: Mrs. Schultz moved to adopt the District Priorities. **ADOPTION OF DISTRICT PRIORITIES**

Second: Mr. Cunneen

Vote: 4-0

Motion: Mrs. Galindo moved to approve the Consent Calendar. **CONSENT CALENDAR/ ROUTINE ITEMS OF BUSINESS**

Second: Mrs. Schultz

Vote: 4-0

The Consent Calendar included:

- Board Meeting Minutes from July 13 regular meeting
- Personnel Items (Employment Functions, Workshops/Conferences, and Consultants)
- Donations
- Warrants
- Purchase Order Listing
- Budget Adjustments
- Agreement for Professional Services with Atkinson, Andelson, Loya, Ruud & Romo
- Authorization to Use Anaheim Union High School District Bid (#2015-26 Dairy) for the Purchase of Dairy Products
- Approval of the Contract with Microsoft, Inc. for Office 365 Annual License
- Agreement with Corinne Loskot Consulting Inc., in Order to Assist with Obtaining State School Facilities Funding
- Agreement with Key Analytics for Analytical and Operational Support Services for Measure O Bond Funds
- Mandate Block Grant
- Capital Facilities Fund Developer Fees
- 2017-18 Copier and Risograph Maintenance Agreement
- Agreement with TLC Auctions for Disposal of District Surplus Property
- Approval of District Use of CMAS Contract with Advantage West for Procurement of Janitorial Supplies
- CSPP Contract 2017-18

SUPERINTENDENT’S COMMENTS/NEW ITEMS OF BUSINESS

Mrs. Crandall Reminded the Board that students will be returning on September 6th and thus at our next meeting on September 7th we will return to business attire.

Dr. Johnson Commended Mrs. Lucchese for her efforts on the Leadership Advance. In addition, he commended Mrs. Abdel for her presentation, especially her delivery on the culture of our District, Mrs. Fullerton for her presentation, including her ability to make information accessible, and Dr. McLaughlin on his presentation, including his ability to build anticipation in his address. Moreover, he commended Dr. Hoefer and Danielle Zavala for the beautiful graphics created and the story that they enabled Dr. McLaughlin to tell. Dr. Johnson also commended the staff, and those at each of our sites for the reception for our new teachers and the bus tour this week. Additionally, he commended the professional development currently going on in our District, highlighting the scope and sequence presented to teachers on CGI earlier this week and the plan to build continuity amongst our teachers. Furthermore, he commended Mona Green and her embrace of CGI. He noted as well that Rena Bonifay has built an impressive unit for our preschools. In addition, he applauded the efforts of our middle school math teachers in their plan development this week. He celebrated the Educational Services Division, noting that they have built the strongest professional development he has ever seen. Moreover, he thanked and applauded SchoolsFirst for their generous support of our District, and our Leadership Advance. In closing, he commended our Board of Trustees for their support and their dedication to our students and District.

ADJOURNMENT

Motion: Mrs. Schultz moved to adjourn the meeting at 7:25pm.

Second: Mr. Cunneen

Vote: Unanimously approved

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