

FREDERICK AREA SCHOOL DISTRICT #6-2

Regular Board of Education Meeting

January 8, 2024

A regular meeting of the Frederick Area Board of Education was called to order on January 8, 2024, at 6:00 p.m. by President Rich Schlosser. Members present were Rich Achen, Jon Ellwein, Alex Hart and Eric Sumption. Also present were Superintendent/9-12 Principal/Athletic Director Jeff Kosters, PreK-8 Principal Jessica Ringgenberg and Business Manager Shauna Severson. Others in attendance: Marty Morlock.

The meeting began with all present reciting the Pledge of Allegiance.

No conflict of interest disclosures.

2024-055 Motion by Achen, second by Hart to approve the agenda as presented. All voted Aye. Motion carried.

2024-056 Motion by Ellwein, second by Sumption to approve the following consent agenda items. All voted Aye. Motion carried.

- a. December 11, 2023 Regular Meeting Minutes
- b. December 2023 Payroll
- c. December 2023 Financial Report
- d. January 2024 Bills

Financial Report:

General Fund- Checking: Last Checking Bal: \$481,171.69; FY23 audit entries affecting cash balance – Disbursements: \$14,370.22; Bal 12-1-23: \$466,801.47; Receipts: \$180,468.89; Disbursements: \$174,734.22; Bal 12-31-23 \$472,536.14.

Investments: Bal 12-1-23: \$506,953.32; Interest: \$1,073.60; Bal 12-31-23: \$508,026.92. **Ending Fund Balance:** \$980,563.06.

Imprest Fund: Bal 12-1-23: \$4,879.60 Receipts: \$155.40; Disbursements: \$1,757.26; Bal 12-31-23 \$3,277.74.

Capital Outlay Fund: Checking: Last Checking Bal: \$1,032,905.45; FY23 audit entries affecting cash balance – Receipts: \$13,708.24; Bal 12-1-23: \$1,046,613.69; Receipts: \$80,655.80; Disbursements: \$919.25; Bal 12-31-23 \$1,126,350.24 **Investments:** Bal 12-31-23: \$1,553,800.96. **Ending Fund Balance:** \$2,680,151.20.

Special Education Fund- Checking: Last Checking Bal: \$77,354.49; FY23 audit entries affecting cash balance – Receipts: \$1,468.48; Bal 12-1-23: \$78,822.97; Receipts: \$36,023.50; Disbursements: \$27,066.73 Bal 12-31-23 \$87,779.74. **Investments:** Bal 12-31-23: \$1,443,913.67. **Ending Fund Balance:** \$1,531,693.41.

Food Service Fund: Last Checking Bal: \$5,740.37; FY23 audit entries affecting cash balance – Disbursements: \$806.51 Bal 12-1-23: \$4,933.86; Receipts: \$17,347.61; Disbursements: \$10,177.45; Bal 12-31-23 \$12,104.02.

Drivers Ed Fund: Bal 12-31-23 \$0.04.

Custodial Fund: Bal 12-1-23: \$31,886.92; Receipts: \$8,143.07; Disbursements: \$4,286.63; Bal 12-31-23 \$53,005.69.

Ovid J Stevens Scholarship: Checking: Bal 12-31-23 \$.85. **Investments:** Bal 12-1-23: \$25,762.00; Interest: \$11.29; Bal 12-31-23: \$25,773.29. **Ending Fund Balance:** \$25,774.14.

Claims approved: General Fund salaries 89,775.59; Special Education salaries 15,350.98; Food Service salaries 3,854.26. EFTPS, federal income tax/Social Security/Medicare 28,851.61; AFLAC, supplemental insurance 1,126.81; American Funds, retirement 638.89; Delta Dental, insurance 2,219.30; Northern Plains Insurance Pool 15,610.47; The Standard, life insurance 243.92; Security Benefits, retirement 2,177.78; Optilegra, vision insurance 470.57; SD Retirement 15,848.86; SD Retirement Supplemental, 478.22. Total: \$176,647.26.

Bills approved: General Fund: Aberdeen School District-Atec, 4,876.80; Agtegra-fuel, 8,919.43; Amazon-supplies, 500.95; American Red Cross-training supplies/certification, 285.53; Arrowwood-superintendent travel, 98.12; CWD-FFVP/supplies, 569.58; Century Business Products-copier overage, 292.49; Cole Papers-custodial supplies, 2,119.34; CommTech-tech service, 270.00; Fire Safety First-annual maintenance, 225.00; Foreman Sales & Service-bus maintenance, 1,795.74; FASD Imprest Fund-misc., 1,757.26; GDI News-publishing, 72.57; Harves Sport Shop-bball supplies, 29.88; JVT-phone, 236.87; JW Pepper-music, 24.98; Kesslers-FACS supplies, 99.16; McLeods-supplies, 70.64; Menards-maintenance supplies, 116.30; Merchant Services-cc processing fees and fraud protection, 101.06; Mid-American Research Chemical-maintenance/custodial supplies, 175.11; Montana-Dakota Utilities-utilities, 5,271.32; North

Central Special Ed Coop-early childhood/pysch/speech services, 6,000.00; Pantorium Cleaners-supplies, 133.40; Pirate Ship- mailings, 98.09; Runnings-transportation supplies, 67.92; SDHSCA-coach dues, 104.00; State of SD-medicaid admin fee, 21.83; Teachers Pay Teachers-curriculum supplements, 26.98; Town of Frederick-utilities, 651.13; USPS-stamps, 1,070.30. **Capital Outlay Fund:** Amazon-library books, 47.80; Century Business Products-copier lease, 306.66. **Education Fund:** North Central Special Ed Coop-early childhood/pysch/speech services, 10,224.43. **Food Service Fund:** CWD-food/supplies, 3,571.69; Community Store-food, 2.89; Pantorium Cleaners-kitchen supplies, 92.35. **Imprest Fund:** Aberle, Spencer-bb ref, 150.00; Donat, Eric-bb ref, 302.54; Edgeley Public School-jh gbb entry fee, 25.00; Frost, Chris-jv bbb ref/mileage, 333.84; Holt, Adam-bb ref, 125.00; Roth, Brendan-bb ref/mileage, 193.34; Wanner, Andrew-bb ref/mileage, 177.54; Wanner, Shaun-bb ref, 150.00; Witlock, Scott-bb ref, 150.00; Zimmerman, Kim-bb ref, 150.00; **Custodial Fund:** Bosten Fern-teachers slush, 58.00; CWD-concessions, 1,123.06; CWD Direct-concessions, 577.74; Coca Cola-concessions, 93.00; Community Store-concessions, 56.75; Kesslers-FCCLA/concessions, 342.61; Kiwanis Club-FBLA fundraising cards, 90.00; MB, LLC-vb gear, 279.00; Target-SADD supplies, 53.12.

The following reports were presented:

Jeff Kusters: Superintendent/9-12 Principal/Athletic Director

Shauna Severson: Business Manager – The renewal/increase of the general fund opt out was mentioned; the district did not take the full amount these last two years of the three-year opt out. If we decide to increase, we would not be required to take the full amount the first year like we were required to do with this last opt out. There are uncertainties regarding the upcoming teacher accountability review, which is an area of concern for our general fund. Another concern is the change to the capital outlay formula. We were able to transfer \$366,125 from capital outlay to general fund, but fiscal year 2023 was the final year to do so. Discussion items regarding the need for this opt out will be published in the GDI, Frederick Forward and on the school’s website.

Achen/Hart: Building/Co-op

2024-057 Motion by Sumption, second by Ellwein to approve Resolution 2024-001 – Resolution for \$450,000 Five-Year Opt Out and Vote to be Held. Upon roll call, all present voted Aye. Motion carried.

THE GOVERNING BOARD Frederick Area School District 6-2 do state that the above said board is unable to operate under the tax limitation measure currently in statute. We therefore OPT OUT of such tax limitation in the amount of \$ 450,000 starting with calendar year 2024 taxes payable in the calendar year 2025. This opt out will be for five years, which will be through taxes payable in the calendar year 2029. This action has been taken by the board and approved by at least a two-thirds vote of the board.

Also, be it resolved that the GOVERNING BOARD OF Frederick Area School District 6-2 will conduct an election to approve or disapprove the tax levy opt out pursuant to SDCL 10-13-36. The election will be held on April 9, 2024.

2024-058 Motion by Sumption, second by Achen to approve the \$500,000 transfer from Capital Outlay checking to money market savings. All voted Aye. Motion carried.

The Board would like to recognize the following accomplishments: Sofia Losure for being named a SD SportScene Schwan Financial Premier Performer.

2024-059 Motion by Sumption, second by Hart to go into executive session at 6:49 p.m. for SDCL 1-25-2 (1) Personnel. All voted Aye. Motion carried.

Schlosser declared the board out of executive session at 7:51 p.m.

2024-060 Motion by Hart, second by Sumption on intent to renew 2024-2025 Administrative Contracts. All voted Aye. Motion carried.

2024-061 Motion by Ellwein, second by Sumption to adjourn at 7:51 p.m. All voted Aye. Motion carried.

Rich Schlosser, President

Shauna Severson, Business Manager