

School District of the City of Muskegon Heights
Receivership Transition Advisory Board Meeting

Wednesday, June 20, 2018
Conference Room
2603 Leahy St.
Muskegon Heights, MI 49444

MINUTES

I. Call to Order

Chair Michael Wrobel called the meeting to order at 4:04p.m.

A. Roll Call

Members Present – 4

Patrice Johnson
Dale Nesbary
Clinton Todd
Michael Wrobel

Members Absent – 1

John Schrier

A quorum was present.

B. Approval of Minutes

Motion by Mr. Todd to approve the draft minutes as presented. Motion moved and seconded by Dr. Nesbary. The RTAB approved the minutes.

II. Old Business

None

III. New Business

A. Monthly Reports

i. Liabilities Report

Mr. Lewis reported that the District has received its 4th emergency loan and closed outstanding liabilities to the Office of Retirement Services (ORS) and Unemployment Insurance Agency (UIA).

ii. Cash Flow Projections

Mr. Lewis noted the District is projected to enter June 2019 with 915 thousand in cash. Interest and principal for the emergency loans will be due that month.

iii. Comparison of Budgeted Revenue and Expenditure to Actual

Mr. Lewis reported the District is proceeding as planned with the inclusion of the 4th emergency loan being accounted as revenue for the District. This is shown in the proposed budget amendment.

ORS had previously placed a charge on the district for late reporting. Mr. Lewis reported good news in that this charge has been forgiven.

B. FY 2017-18 Budget

The District passed an amended budget for FY 2017-18 with no changes except for recognizing the emergency loan receipt as revenue. Discussion occurred whether the FY 2019 budget needed to also be amended to account for the change in fund balance, but Mr. Lewis reported that will not be necessary.

Mr. Todd motioned to approve the budget amendment as presented. Dr. Nesbary seconded. The RTAB approved the FY 2017-18 budget amendment.

C. News and Updates

Chair Wrobel provided an update to the status of the RTAB as an oversight and advisory board for the Muskegon Heights District Board of Education. Chair Wrobel reported outstanding liabilities have been stabilized and surplus budgets are in place for FYs 2017-18 and 2018-19.

Chair Wrobel opened discussion on the possibility for the RTAB transferring oversight to local control. The financial oversight role of the RTAB and potential oversight concerns were briefly discussed to be decided at a future date.

IV. Public Comment

None

V. Adjournment

There being no further business, Chair Wrobel adjourned the meeting at 4:14p.m.