

Charter School Property, Inc
Board of Directors Meeting (Email Action)
December 13, 2022

Members: Ken Hanson, Dr. Meg Cavalier, Justin Tiarks, Tiffany Scott-Knox, Bryan Toft

Guests: Sean Elder, Sean O'Brien, Karl Jentoft & Esteban Rodriguez-Hefty

1. Introduction
2. Motion that the ABC approach an additional \$73,000 to the overall project budget for unbudgeted overtime and additional vapor mitigation work; This would be paid through the due to due from via the school. – Dr. Meg Cavalier, seconded by Bryan Toft.
 - a. Tiffany Scott-Knox – Aye.
 - b. Justin Tiarks - Aye.
 - c. Discussion: Bryan Toft wanted clarification on the due to due from process, asking whether the school will end up paying for the unbudgeted costs in the end. Karl Jentoft assured Bryan that the costs will be paid back to the school through the building company's free cash flow over the next seven years. It will be booked as a "due to/due from" accounting line item in the books of both the school and the building company. As it is paid off, the amount carried by both entities will be reduced. This type of accounting is common with public charter schools and affiliated building companies in Minnesota and is not a problem as long as there is a realistic plan for the ABC to pay back the school. I have seen ABC's pay back "due to/due from" balances in debt refinancings as well.

Business conducted over email correspondence. Board minutes respectfully submitted by Esteban Rodriguez-Hefty.