

Please stand by for realtime captions.

>> Thank you all for your attendance today. We will now call our board meeting for January 20 72 order . 2:30 PM on Sunday afternoon and we will begin with presentation of the board action item agenda number one approval of the SFA charter school 2017, 18 financial statements and we will ask Gina to present them please.

>> Okay, so, if you go to the navigate view goes to call to order and it That it says charter school presentation and action all of the reports should come up. Then you could go to the page number either slide across the bottom or click on the page over here and go to page 8 team or try type in 18 at the body bottom you will go to the learning and and most of you are familiar with this pick we are required by the Texas education agency to have an independent audit of our charter school on and it's owned and you will recall the universities financial statements are audited in conjunction with the state of Texas and the state auditor does that so each year we have to have a separate audit of the charter school. We engaged with a

company who performed the audit and they found that financial statements were presented fairly in all respects they. They also did a report on internal control

and the federal programs and the reporting and they also found that the financials were presented in accordance and are in compliance so there were no findings listed in the report. Jamie will present the financial statements and I will turn it over.

>> Gina, me get my schedule here.

>> I have one set of cheek notes here. If you would all turn to page 21 and go to the bottom and take a look there. We will go over the highlights in the second section there on page 21 natural highlights and charts. There was \$869,000 as of 830 118 and during the year \$325,625 there was a decrease relating to 75 and I will explain that in a minute. So the net change in position was an increase of 100 \$39,736 as a result of the 8000 dollar recordation.

>> The school generated 2 million 241 revenues and total cost of \$11,316 and last year we had a total balance of 8971. [ Indiscernible - Poor audio quality.] [ Indiscernible - speaker too far from the microphone.] so if you would let's go to page 23 and you can you said 23 in the report?

>> 23 in the report, yes.

>> Okay. [ Indiscernible - multiple speakers ]

>> Yes so what that reflects is the schools total assets for 2018 of 398 with a total increase of 1129 percent and total liabilities were [ Indiscernible - Poor audio quality.] [ Indiscernible ] and again total position of 8969 . any questions so far?

>> Next on page 24 change in acquisition , this illustrates the various revenue program revenues and shows services with total revenues of \$2 million with total expenditures of 2 million [ Indiscernible - Poor audio quality.] I would like to share with you a bit about the pension

47 and I would like to discuss this with you. There are two pronouncements that have impacted not only the chartered school but the University as well and this will carry over into a discussion we will have about that but I would like to talk to you little bit about with respect to one of our retirement programs

teacher retirement system with which is consistent the University employs have a choice and they can qualify they can they can have optional retirement [ Indiscernible - Poor audio quality.] so with regard to pensions, this refers to TRS employees and essentially as it states that

national economic resources and the core account and total resources with contributions going to pensions, and information on assets and liabilities and TRS is a position so TRS calculates what the universities share is of our contribution to TRS. The state covers a certain portion for state employees and the University covers a certain portion this is recent reflected in the University share of TRS employees. The other pronouncement is on 75 and this issue refers to health insurance etc. so institutions of higher education public schools and in this case the charter school hasn't to record the change in liabilities which was TRS pensions and [ Indiscernible - Poor audio quality.]

>> When was that effective, Dave?

>> That was after July 31 of last year. So it it was felt that the charter school and the net pension .

>> They had to report this last year and with a division of reporting they could make some changes to its peers as you can see right here [ Indiscernible - low volume ]

>> So if we go over to page 50 word page 53, this reflects the charters portion share of pension liability and 37,000 \$753 and

this reflects the charter portion chair and the next manager and that calls for \$69,767 so those are the amounts that will reflect the impact relating to pensions so, all analysis was very clean during the audit and the increase in net financial positions of \$139,000 plus [ Indiscernible - low volume ]. Any questions?

>> If there are none then we recommend approval of the charter schools financial statements so we can comply with becoming a deadline so it is necessary to get this done today.

>> So moved.

>> Seconded?

>> All in favor please say I . Any opposed? [ Silence ] any discussion?

>> This stands approved .

>> Okay. Thank you.

>> I think what we will do is take about a five minute break before we go into executive session if anyone like to get a drink or walk around the room for a few minutes and then when we make come back into the room we will go into executive session. So a five minute break. Thank you.

>> [ Silence ]

>> [This event is currently on a 5-minute break. We will reconvene at that time. Captioner standing by.]

>> [Following this short break participants will go into executive session. Captioner standing by.]

>> [ Event has exceeded scheduled time. Captioner must proceed to captioner's next scheduled event. Disconnecting at 4:08 MT. Thank you.]

>> [ Event Concluded ]

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