

## BOARD MEETING MINUTES

August 5, 2019

### Call to Order

President Mike Jacobs called the Regular Board Meeting of the Shoreline Board of Directors to order in the Board Room of the Administrative Offices at the Shoreline Center at 5:00 p.m. on August 5, 2019, followed by the flag salute.

### Roll Call

Present: Mike Jacobs, President; Heather Fralick, Member (*attended remotely via conference phone*); and Dick Nicholson, Member.

Absent: Dick Potter, Member and David Wilson, Vice President.

### Approval of Minutes

The minutes of the July 15 Regular Board Meeting were approved as submitted.

### Adoption of Consent Agenda

The following consent agenda was presented for approval:

- a. Acceptance of Gifts, Grants, Donations
  - Shorewood High School - \$10,700 – Shorewood Boosters – Flags, Flagpoles and Storage Shed for Tennis
- b. Aldercrest Campus Modernization Project, Phase 2 – Approval of Change Order #09 – Kassel and Associates, Inc.
- c. North City Elementary Campus Modernization Project, Phase 3 – Approval of Change Order #01 – Western Ventures Construction, Inc.
- d. Approval of Personnel - Certificated
- e. Approval of Payroll and Vouchers

MOTION NO. 42: Mr. Nicholson moved that the Board adopt the consent agenda, which is attached hereto and becomes a part hereof. The motion was seconded by Ms. Fralick and carried unanimously.

As of August 5, 2019, the Board, by a unanimous vote, approved for payment, those vouchers described as follows: July Payroll Warrants #446571-446610 and Electronic Transfers in the amount of \$12,261,466.87; Reconciliation of Warrants Issued Between July 5, 2019 and July 19, 2019 - General Fund Warrants #78741-78802, 181901644-181901688, 181901699, 78825-78906, 181901701-181901737, 78940, 78941-78995, 79021-79022, and 181901752-181901783, in the amount of \$1,014,472.45; Capital Projects Fund Warrants #78803-78810, 78907-78920, 78996-79012, and 181901784-181901785, in the amount of \$2,724,710.78; Student Bond Fund Warrants #78811-78822, 181901689-181901698, 181901700, 78921-78939, 181901738-181901751, and 79013-79020, in the amount of \$97,813.42; and Private Purpose Trust Fund Warrants #78823-78824, in the amount of \$5,210.25; for a grand total of \$16,103,673.77.

President Jacobs expressed gratitude to the Shorewood Boosters for their generous donation of \$10,700 accepted on this consent agenda. The funds will be used for flags, flagpoles and a storage shed for tennis equipment.

### Reports/Presentations

First Reading: Revisions to Policy 7230, Revenues from Local, State, and Federal Sources  
*Marla S. Miller, Deputy Superintendent and Mark Spangenberg, Director of Finance and Business Services, presented.*

The State has directed school districts to identify local, state and federal funds more clearly in response to new laws governing the restricted use of local levy funds. As a part of the legislation that enacted the funding changes, RCW 28A.150.276 was adopted to codify the restricted use of local levies and RCW 28A.320.245 was enacted to require school district boards of directors to adopt a policy “for responding to any audit findings resulting from the audits conducted by the state auditor on the use of local revenues by the school district” in accordance with the new laws.

The policy revisions closely adhere to the sample policy provided by the Washington State School Directors’ Association (WSSDA), modified only to eliminate references to specific Federal Impact Aid revenues that are not available to the Shoreline School District. This applies to school districts with large amounts of federal lands. A question was asked by a board member earlier in the day as to whether or not this language should be included. The response was as follows: *“Federal Impact Aid is intended to offset lost local levy revenue for school districts with significant federal property in the district. This primarily affects districts with military bases, especially near Joint Base Lewis McChord and others in the Spokane area. While it seems unlikely Shoreline will ever qualify for federal impact aid, there is no harm in including the language in the policy if the Board would like to include it. Here’s the accounting manual definition of the revenue to be accounted for in the federal impact aid accounts: ‘Record revenue from federal grants to school districts based on students whose parents work or live on federal property. These moneys compensate school districts for loss of local taxes on federal property.’”* The Board discussed the topic and decided that in order to avoid confusion, the language could be left out of the policy at this time and added later if needed.

Implementation of these revisions will be a challenging learning experience in 2019-2020 and many conversations will take place, particularly in the area of special education. For Shoreline, approximately \$7 million of local levy funds is spent on special education, which is about 25% of the total special education expenditures. State auditors will be cognizant of this challenge when auditing the 2018-2019 school year; however, in 2019-2020, all will be expected to fully implement the changes. The Legislature is aware of the challenges that face school districts.

These revisions were presented for first reading and will be brought forward for recommended adoption at the Board’s August 26 regular meeting.

**Board Requested Discussion**

None

**Comments from the Community**

None

**School Board Reports and Communication**

Director Nicholson reported that he had been preparing for the National Night Out event that he would be hosting for his neighborhood the following evening.

Director Fralick reminded everyone that “tomorrow is Election Day” and encouraged all to send in their ballots.

Adjournment: 5:14 p.m.

---

Michael Jacobs, President

Minutes – August 5, 2019

Attest: August 26, 2019

---

Rebecca L. Miner, Secretary  
Shoreline Board of Directors

**All documents referenced in the minutes may be viewed in the Superintendent's Office during normal business hours.**