

PENNS MANOR AREA SCHOOL DISTRICT
BOARD OF EDUCATION

MINUTES OF SPECIAL MEETING OF June 27, 2011

A special meeting of the Penns Manor Area School Board of Education of June 27, 2011 was called to order by President Robert Packer at 7:00 p.m. On roll call the following members were present: Mr. Beilchick, Mr. Dick, Mrs. Dudeck, Mrs. Eckenrode, Mr. Hardesty, Mr. Oakes, Mr. Packer, Mr. Sutula and Mr. Thornton. The following administrators were present: Mr. Kakabar, Mrs. Davis, Mr. Kudlawiec and Mr. Johnston. Also present was Mr. Ronald Saffron, Esquire.

EXECUTIVE SESSION

The board met in Executive Session from 7:01 p.m. to 7:25 p.m. for personnel reasons.

APPROVAL OF AGENDA

The agenda was altered as follows. Under new business, Item C, Permission to assign Fund Balance, add “ as per GASB54”. Under other new business, Add item. motion to approve joining ARIN IU #28 Worker’s Compensation Insurance consortium.

CITIZENS’ REMARKS TO BOARD

Ron Larch, taxpayer, spoke to the board regarding furloughs, salaries and declining enrollment. Fred Coy, taxpayer, spoke to the board regarding the tax increase and re-assessing county properties.

OLD BUSINESS

None

NEW BUSINESS

2011-12 Budget

Motion by Mr. Hardesty, seconded by Mr. Beilchick, to adopt the 2011-2012 fiscal year Budget in the amount of \$14,778,178.00, with a 13.50 mill tax increase in the current rate on all the real property within the Penns Manor Area School District upon which County Taxes are levied and assessed, as presented to the Board and which budget is made a part hereof and is incorporated into the minutes of this meeting in its entirety, and which Budget generally provides as follows: revenues -\$14,304,062.00; expenses - \$14,778,178.00 and funds from the District's fund balance-\$474,116.00; On roll call the following members voted:

Mrs. Dudeck	No	Mr. Sutula	Yes
Mrs. Eckenrode	No	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	No
Mr. Packer	Yes	Motion Carried	

The following resolutions provide the tax revenue needed in order to fund the 2011-12 (local effort) and all of the following resolutions are adopted relative to the 2011-12 fiscal year, beginning July 1, 2011, and ending June 30, 2012.

Assessed Valuation of Property

Motion by Mr. Sutila, seconded by Mr. Hardesty, to levy and assess for the 2011-12 fiscal year, beginning July 1, 2011, and ending on June 30, 2012, a tax on all the real property within the Penns Manor Area School District upon which the county taxes are levied and assessed, at the rate of 100.06 mills of the assessed value of such real property as provided by the Indiana County Board of Assessments, which equates to \$10.006 per \$100.00 of assessed valuation of taxable property. On roll call the following members voted:

Mrs. Dudeck	No	Mr. Sutila	Yes
Mrs. Eckenrode	No	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	No
Mr. Packer	Yes	Motion Carried	

Per Capita Tax under Section 679 of the Public School Code

Motion by Mr. Sutila, seconded by Mr. Beilchick, to levy, assess and re-enact a per capita tax of \$5.00 under Section 679 of the Public School Code of 1949, as amended, on each resident or inhabitant of the Penns Manor Area School District, of the age of 18 years or older. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Per Capita Tax under 511 of the Local Tax Enabling Act

Motion by Mr. Sutila, seconded by Mr. Beilchick, to levy, assess and re-enact a per capita tax of \$5.00 on each inhabitant or resident of the Penns Manor Area School District of the age of 18 years or older, under the provisions of the district's per capita tax resolution adopted in accordance with Act 511, which resolution shall continue in full force and effect without annual reenactment. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Realty Transfer Tax

Motion by Mr. Beilchick, seconded by Mrs. Eckenrode, the Board of School Directors hereby levies and assesses a real estate transfer tax at the rate of one percent of the value of all real estate transferred within the Penns Manor Area School District pursuant to and in accordance with the provisions of the Realty Transfer Tax Resolution of the Penns Manor Area School District (the "Resolution") adopted and enacted by the Board of School Directors on June 26, 2008, and which Resolution by its terms shall continue in full force and effect without annual reenactment, and which realty transfer tax is currently shared with other municipalities. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Wage Tax

Motion by Mr. Beilchick, seconded by Mr. Sutila, to levy, assess and re-enact an earned income and net profits tax on earned income received and net profits earned by the residents and inhabitants of the Penns Manor Area School District at the rate of three-fourths of one percent (.75%) for the fiscal year beginning July 1, 2011, and ending June 30, 2012, pursuant to and in accordance with the provisions of the Resolution Repealing the Occupation Tax and Restating and Amending a Resolution Imposing a Tax on Earned Income and Net Profits of Individual Residents of Penns Manor Area School District, adopted by the Board of School Directors on May 8, 2003 (the "Resolution") and which Resolution by its terms shall continue each year thereafter, without annual reenactment, and which Resolution shall continue in force and effect until the repeal thereof or until the rate of the tax is changed. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Homestead and Farmstead Exclusion Resolution - enclosure 1

Motion by Mrs. Eckenrode, seconded by Mr. Sutila, to adopt the Homestead and Farmstead Exclusion Resolution as presented. The full text of said Resolution being attached as **enclosure 1**. The full text of said resolution as **enclosure 1** shall be made a part of the official minutes of this meeting. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Discount & Penalty Rate (as per Act 126)

Motion by Mr. Sutila, seconded by Mr. Dick, to set the discount rate of two percent and the penalty at ten percent on real estate taxes and per capita taxes. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Commit Fund Balance for 2010-2011:

Motion by Mr. Sutila, seconded by Mr. Dick, to commit a portion of the fund balance for future retirement contributions, OPEB Liability, and future health care premium increases as per GASB

54. The amount committed will be determined at a future date. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Permission to Assign Fund Balance

Motion by Mr. Dick, seconded by Mrs. Eckenrode, to authorize the Superintendent, Local Auditor, and Business Manager, permission to assign fund balance as needed or required as per GASB 54. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Pay Remaining Bills for Current Fiscal Year

Motion by Mr. Beilchick, seconded by Mr. Sutila, to approve and authorize the business manager to pay all remaining bills for the 2010-11 fiscal year prior to June 30, 2011. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Act 93 Compensation Plan

Motion by Mr. Dick, seconded by Mr. Hardesty, to approve a one-year compensation plan from July 1, 2011, through June 30, 2012, for the administrators within the Act 93 group that includes; Director of Student Services, High School Principal, Elementary Principal, Technology Coordinator, and Supervisor of Buildings and Grounds. A two percent salary increase will be provided for all participants. The salary matrix will be eliminated for the term of this compensation plan. All other language of the compensation plan will remain the same as the expiring compensation plan. Health care, retirement incentives and other benefits that are part of the current agreement shall continue as they are for the agreement period of July 1, 2011 through June 30, 2012. On roll call the following members voted:

Mrs. Dudeck	No	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	No
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Adelphoi Village, Inc. Agreement

Motion by Mr. Sutila, seconded by Mrs. Eckenrode, to renew the contract with Adelphoi Education, Inc. to provide alternative education for disruptive youth at the rate of \$69.30 for

regular education tuition and \$76.26 for special education tuition per each day of enrollment. The contract will guarantee one seat for the Penns Manor Area School District for the 2011-2012 school year. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Fuel Bid

Motion by Mrs. Eckenrode, seconded by Mr. Dick, to award the fuel consortium bids for the 2011-12 fiscal year as follows: Fuel Oil (heating oil) – Petroleum Trader Corporation, Fort Wayne, Indiana - 60,000 gallons at OPIS rack price with a \$0.0012 per gallon mark up. Diesel Fuel – Jacobs Oil Co., Inc., Dysart, PA – 37,500 gallons at OPIS rack price with a \$0.0450 per gallon mark up for a Non-winterized mix and a \$0.0850 per gallon mark up for a Winterized mix. Gasoline – Jacobs Oil Co., Dysart, PA – 14,400 gallons at OPIS rack price with a \$0.1000 per gallon mark up. On roll call the following members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

Other new business

Motion by Mr. Dick, seconded by Mr. Sutila to approve joining the ARIN IU#28 Worker's Compensation Insurance consortium through the Highmark Casualty Public School Workers Compensation Program as presented for the fiscal year commencing July 1, 2011 and ending June 30, 2012, at a total premium rate of \$59,358. On roll call the members voted:

Mrs. Dudeck	Yes	Mr. Sutila	Yes
Mrs. Eckenrode	Yes	Mr. Thornton	Yes
Mr. Hardesty	Yes	Mr. Beilchick	Yes
Mr. Oakes	Yes	Mr. Dick	Yes
Mr. Packer	Yes	Motion Carried	

NEXT REGULAR SCHEDULED MEETING

Board Meeting, July 14, 2011 at 7:00 pm in the District boardroom.

WORKSHOPS/COMMITTEE MEETINGS, OR OTHER SCHEDULED MEETINGS

Committee Meeting, July 7, 2011 at 7:00 p.m. in the District boardroom

MEETING RECESSED at 8:06 p.m.

David S. Kudlawiec, Board Secretary