

The Board of Trustees of Denton Independent School District, State of Texas, met in a regular meeting at the Denton ISD Central Services building, 1307 N. Locust St., Denton, Texas, on Tuesday, October 25, 2011 at 6:04 PM. The meeting was called to order by president Mia Price who announced that a quorum was present.

Board Members Present: Alexander, Harris, Price, Ramsey, Rodriguez, Smith, and Stafford

Board Members Absent:

Arrived Late:

Left Early:

School Personnel Present: Braswell, Wilson, Mattingly, Stripling, Monschke, Stephens, Cox and Stevenson.

Others: Brittany Tabor, *Denton Record Chronicle*; DEA; Randy Stout, Attorney; citizens, staff, and students.

Pledges: The pledges to the flags were led by Wilson Elementary School students.

Presentations/ Recognitions Jennifer Carter lead counselor at Crownover Middle School was recently named the 2011 Middle School Counselor of the Year by TSCA.

Amy Lawrence Counselor at Guyer High School, was also named the TSCA's 2011 High School Counselor of the Year.

The district's Elementary Career Guidance Program was recently recognized by the National Guidance Consortium with its annual ABC Award. Denton ISD's program tied with Madison Middle School of Seattle for the honor. It is the first national honor for the elementary career program.

Public Hearing on Goods In Transit Tax Base Exemption Debbie Monschke presented information taken from a letter dated August 23, 2011 from Robert Mott of Perdue, Brandon, Fielder, Collins & Mott LLP, attorneys for the Denton Central Appraisal District. A public hearing to discuss the taxation of tangible personal property in transit which would otherwise be exempt pursuant to Texas tax code section 11.253 was held November 13, 2007. A resolution to continue to tax the goods in transit was held November 13, 2007. During the 2011 special session, legislature acted to significantly limit the applicability of section 11.253. The exemption now applies only to goods that are stored in a public warehouse owned by someone other than the owner of the goods and that are transferred from that location to another location within 175 days. The law no longer exempts goods that are in a location for assembly, manufacturing, fabrication or processing, as was the case under the law passed in 2007. The update to the

law requires action to be taken after October 1, 2011 and before December 31, 2011 if we want to continue to tax such goods in 2012.

Currently there is at least \$336,673,817 in inventory appraised value on the DISD tax rolls. Our current Freeport exemption loss is \$158,800,271 and the Goods in Transit exemption loss is \$177,873,546. This would equate to approximately \$71,149 in tax revenue (which is based on \$.04 of the tax rate). The District will continue to tax these goods with the approval of the resolution.

The Public Hearing was opened at 6:19 p.m.
No one wished to speak and the Public Hearing was closed at 6:20 p.m.

This item is for information only.

1st Open Forum No one wished to speak.

Fred Moore High School Update Jamie Wilson presented the Board with an update of the efforts of Fred Moore High School (FMHS) to provide educational opportunities to students with varying needs. Increasing the access and enrollment to Fred Moore will provide enhanced educational opportunities to many students in DISD. The enrollment for Fred Moore High School has increased from 18 students to 81 students since the beginning of the school year.

This item is for information only. No action is required.

Annual Energy Audit Report Paul Address introduced Dan Edwards from TDI. Mr. Edwards informed the Board of the utility management processes in all Denton ISD's facilities from July 2010 – June 2011. This report includes the following:

- Accomplishments this year.
- Total consumption and cost comparison.
- Analysis by utility type.
- Percentage change of energy use.
- Geothermal vs. traditional HVAC cost comparison

This item is for information only. No action is required.

Continued Discussion of Options on School Finance Lawsuit Dr. Braswell discussed the options of three lawsuits that address the financing of public education in Texas

This item is for information only. No action is required.

Discussion of 2012-2013 School Calendar Robert Bostic, Director of Instructional Technology reviewed the proposed calendar option for the 2012-2013 school year, which is based on the following guidelines:

- 180 days of student instruction, three (3) Staff Development waiver days included
- Seven teacher in-service days—teacher contract 187 days
- According to Education Code 9.01-9.04 amended by the 79th legislature, school may not start before the fourth week of August, being August 23rd.
- Two bad weather days must be built in.

This calendar has a start date of August 27th with the last day of school on June 6th.

This item is for information only. No action is required.

2nd Open Forum No one wished to speak.

Consent Agenda Motion by Glenna Harris and seconded by Rudy Rodriguez

To approve the (minutes of the October 11, 2011 board meeting; personnel matters and personnel leaves and absences; approval of the Annual Investment Portfolio - By Investment Type For The Period July 1, 2010 Through June 30, 2011; Investment Report as of August 31, 2011, approval of Providers of Investment Officer Training as follows: [Texas Association of School Business Officials, University of North Texas Center for Public Management/Government, Treasurers Organization of Texas, Texas Association of School Boards – Lone Star Investment Pool/First Public, Texpool, First Southwest Asset Management, Inc., Region XI Education Service Center, Patterson & Associates]; approval of Propane Fuel Proposal CSP #111011-P; approval of Water Extraction Proposal RFP #110927 Ext.; approval of Surplus Equipment; approval of Resolution #34923DEN for Resale of Property Acquired Due to Delinquent Property Tax).

The motion passed unanimously of Board members present and voting.

Consider Motion by Curtis Ramsey and seconded by Jim Alexander

Approval of
Revision to Local
Policies EIA,
EIAB, EIC, FFH
& FB (Local) –
1st Reading

To approve on first reading the adoption of EIA (Local), EIC (Local), FB (Local), FFH (Local) and the deletion of EIAB (Local).

The motion passed unanimously of Board members present and voting.

Approval of
Investment Policy
CDA (Local)
Other Revenues:
Investments

Motion by Curtis Ramsey and seconded by Charles Stafford

To approve Investment Policy Resolution acknowledging the review of the Investment Policy as required by the Public Funds Investment Act, naming the Executive Director of Administrative Services and Accounting

Resolution Supervisor as Investment Officers for the District.
The motion passed unanimously of Board members present and voting.

Consider Motion by Glenna Harris and seconded by Jeanetta Smith
Approval of
Resolution to Tax To approve the Resolution to Tax Tangible Personal Property in Transit
Tangible Personal Which Would Otherwise Be Exempt Pursuant to Texas Tax Code, Section
Property in 11.253.
Transit Which
Would Otherwise Be Exempt Pursuant to Texas
Tax Code,
Section 11.253
The motion passed unanimously of Board members present and voting.

3rd Open Forum No one wished to speak.
The Board recessed at 7:28 p.m.

Closed Meeting The Board convened into Closed Session at 7:48 p.m.

Open Meeting The Board reconvened into Open Session at 10:59 p.m.
Motion by Curtis Ramsey and seconded by Glenna Harris
To dismiss the grievance of Val Morgan.
The motion passed unanimously of Board members present and voting.

Adjournment: The meeting adjourned at 11:08 p.m.

President

Secretary