

Kinetic Academy
Huntington Beach, CA

Board of Directors
Minutes of the Regular Meeting
February 21, 2018

I. Call to Order

The meeting was called to order by Chair Jeffrey Ball at 6:00 pm in the Multi Purpose Room, 721 Utica Avenue, Huntington Beach, California

Members Present: Chair Jeffrey Ball, Vice Chair Michele Asay, Executive Director Bre Lionetti via phone, Treasurer Bret McCarroll, Member Christine Shewbridge, Member Charlene Reed

Members Not Present: Secretary Kalman Hutchens

II. Agenda Adoption

A motion to adopt the February 21, 2018 agenda.

On the motion made by Ms. Shewbridge seconded by Ms. Reed and carried 6-0, the motion passes.

III. Procedural Overview

Kinetic Academy is a public entity subject to the Brown Act and meetings are conducted accordingly using Robert's Rules of Orders.

IV. Oral Communication

Mr. Ball called upon any attendees who would like to make public comments regarding any item on the closed agenda. There were no requests for public comment.

V. Closed Session

Mr. Ball called the Board into Closed Session at 6:06 pm

1. Status Overview - Existing Litigation: OAH Case No. 2017090249; Status update of OAH Case No. 201709020249. (Government Code Section 54956)
2. Status Overview - Existing Litigation: OAH Case No. 2017090400; Status update of OAH Case No. 2017090400. (Government Code Section 54956)
3. CONFERENCE WITH REAL PROPERTY NEGOTIATORS, 9790 Finch Avenue, Fountain Valley, Jeffrey Ball representing Kinetic Academy, Price and Terms in Negotiation

(Government Code Section 54956.8)

VI. Reconvene Regular Session

Regular Session was reconvened by Board Chair Mr. Jeffrey Ball at 7:00pm

VII. Preliminary Actions

Motion to approve the minutes from the regularly scheduled board meeting of January 17, 2018. Ms. Reed approval, Mr. McCarroll second

Motion to approve the minutes from the special scheduled board meeting of February 7, 2018. Ms. Reed approval, Mr. McCarroll second

VIII. Reports

i. Executive Director Report - Lionetti

Reviewed MAP testing. All grades levels showed growth in all categories. Ms. Lionetti reviewed the many upcoming field trips that the classes will be taking as the year closes out. 5th grade ASTRO Camp is the most significant of these.

The staff has been humbled by the amount of money raised for the American Heart Assoc. as part of the jump rope program. STEAM night upcoming the evening of March 28th. Teachers are doing stations and it should be a fantastic event and hopefully the beginning of a tradition at Kinetic.

The reason Ms. Lionetti is remote is because she and two teachers are at Buck Institute's PBL Coaching institute. The sessions are meant to help leaders foster a culture of PBL and techniques for supporting teachers in implementing it. Being at the sessions they are finding that they are helping other attendees who are brand new at PBL.

The school had an evacuation drill last month.

Huntington Beach City School District will make a site visit in April. Ms. Lionetti visited the curriculum lab at the HBCSD and she sent a small group of teachers to the lab as well. The lab offers curriculum and resources for teachers.

5th/6th grade parents met with Ms. Lionetti to discuss their concerns about the inability of the school to provide a 6th and 7th grade for the 2018-19 school year. The conversation was detailed and they listed many options that they hope Kinetic will consider. Additionally, Ms. Lionetti provided information regarding the status of some of the options already pursued as well as specifics regarding the challenges of finding and securing a second site. The group of parents just wants to make sure we are considering all options and Ms. Lionetti indicated that the board is committed to investigating all options while also ensuring the strength of the school's educational program and financial viability. Charter revision to be made at the HBCSD board meeting in March. Parents have asked if they can help by going to the meeting to support us. Are there other ways parents can help us find a site? Are we considering other sites. Parents

suggested several that they have heard are available or could be contacted such as Grace Lutheran, Shoreline, Brotheren Christian School. Other potential solutions suggested are to have a shared classroom for 6th and 7th where one grade has ½ day core subjects while the other grade has 1/2day specials and then trade. Combo classes are an option. Possibly having combos at each grade level if there is lower enrollment. Could we lease space for a year from the Senior center or City Gym?

Directed to Ms. Reed regarding alternative site; Can we petition the city to be able to change the laws regarding not being able to use space zoned for commercial and industrial purposes?

ii. Enrollment report - Asay

School Mint has been very helpful in our application process. We are now preparing for the lottery to be held mid march.

iii. Proposed Middle School Charter - Ball

There was no significant update on the proposed middle school charter as we are focused first on the process to procure a site for the next school year. We are however still proceeding with a second charter to allow for more options in the administration and funding of a middle school.

iv. Financial Report - Lionetti

Discussion routine financial reports. Financial liquidity is good.

v. Facilities Report - Ball/Lionetti

Received quotes on replacement of lights. Should take about 10 days of work time but work will start at 2-3pm every day so as to not be disruptive to the classroom.

With regard to site 2 for the 2018-19 school year, Mr. Ball outlined that we have been looking and that there are many roadblocks that may not be immediately evident to our parent community. Some of those challenges are:

The city of Huntington beach has a specific ordinance that prevents the use of commercial or industrial zoned facilities for the purpose of a school. This is specific to Huntington Beach and therefore other cities could hold possibilities for us to convert a warehouse or other retail facility.

We have already been turned down by two options local to our current location (one Boys and Girls Club the other unnamed).

Our current conditional use permit stipulates the number of classrooms we can utilize. We would be in violation of the existing CUP which is why we cannot house 6th and 7th next year at the Utica site.

Renting space for just our current 5th and 6th graders presents administrative and financial challenges because logistically speaking, we cannot have enrichment, health assistant, and yard supervision travel between sites nor can we support the financial burden without expanding those grades to other students. However, growing those grades requires even more space which is what we are unable to procure so far.

Mr. Ball emphasized that we sent the letter home to 5th and 6th grade families to be fully transparent and to ensure backup plans could be made. We are fully committed to middle school and it was our original plan as outlined in our charter. However, we have always communicated that we could not have a TK-8th school on the current Utica site. The site we are currently looking at is owned by FVSD. We need a lease that will not jeopardize the financial standing of the school. We have to forecast a budget and in that budget we have to demonstrate that we can meet all financial commitments while also being able to negotiate with FVSD. Before we can do anything we must get a material revision to our existing charter to be able to look outside of our authorizing district's boundary.

If parents have contacts they should send to Mr. Ball. Superintendent Haulk has been supportive of our efforts. Shoreline has indicated they are not ready to consider leasing their space yet. Looking at Brethern but no interest has been committed.

Looking at options to keep on site one more year but the logistics of this site as well as the CUP restrictions make those options limited. The site is already complicated to manage with the number of students we have and the team has had to be very creative in rotating students for lunch and P.E.

Renting out warehouse and/or retail space is not an option in HB because of a clause that restricts the use for educational purposes. Mr. Ball has extended an offer to meet with parents outside of the context of the meeting. The intent of the letter was not meant to imply that we are giving up. We are doing everything in our power to make this happen as was our original intent in year 3 as outlined in our charter. Mr. Ball addressed a question communicated by Mrs Lionetting regarding if HBCSD would accept our students that are displaced if they are outside of the district. That is specifically outside of our control and each family should contact the district for their options should we be unsuccessful in getting a site.

vi. Local Site Council Report - Bickel

Meeting last night. New site discussed and parents voiced concerns. Parent concern has a about mobile phone policy in light of the events in Florida. Is the question to allow phones? Reviewed the MAP test summary. Monday the 19th is next meeting. Mr. Ball describes the purpose of local site council siting the mobile phone policy.

vii. Kinetic Parent Organization Report - Koning

No major fundraisers for Feb. About \$700 earned

viii. Board Member Reports

Charlene Reed – Asked about the schedule for the lights.

Bre Lionetti - just a reminder, Kinetic birthday is on March 15, so we will be having an assembly.

Michele Asay will be attending CCSA conference in March and will report back.

IX. Oral Communication

Mr. Ball called upon any attendees who would like to make public comments regarding any item

on the closed agenda.

Regan and Zoey- Gave a plea for keeping 7th grade and creatively expressed their love of school.

Athan- Kinetic makes him feel like he has a home. Made some of

Alana Taylor- Where there is a will there a way. Suggested combo kinder classes to make space for 6th and 7th instead of filling lower grades.

Michelle K- Explained their history with the site. Kids don't want to leave. Wouldn't be here if the home school was an option. Combo class should be an option. Our kids want to be here, they want to stay here. Missed the deadline for other schools because Kinetic's letter went out too late.

Ann Ryan- Thanks the board for their efforts for the tireless hours spent away from our jobs and families to make this school happen. Hoping for a miracle.

X. Action Items

Change to April Board Meeting Date

An action to approve changing the board meeting previously scheduled for Wednesday, April 18, 2018, to Wednesday, April 11, 2018.

On the Motion made by Ms. Shewbridge, seconded by Ms. Reed and carried 6-0, the motion passes.

XI. New Business

Ms. Asay took the opportunity to express to the audience that the board is distraught over the thought of not being able to have a home for 6th and 7th. It is not a matter of choice but instead availability and viability. Encourages the audience to have faith that the board is fighting as hard as we can to come through.

Mr. Ball echos this sentiment.

Ms. Reed adds that all of us are parents too and we understand the feelings expressed.

XI. Adjournment

An action to adjourn the meeting.

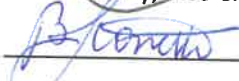
On the motion made by Ms. Reed seconded by Ms. Shewbridge and carried 6-0, the motion passes.

The meeting was adjourned at 8:02 pm.

Certified by:

A handwritten signature in black ink, appearing to read "Michele Asay", written over a horizontal line.

Michele Asay, Vice Chair

A handwritten signature in blue ink, appearing to read "Bre Lionetti", written over a horizontal line.

Bre Lionetti, Executive Director



Kinetic Academy

Year to Date Actual to Budget Summary

July 2017 - January 2018

Account Description	July - January			2017-2018		
	Actual	Budget	Variance \$	Variance %	Total Budget	Remaining Budget
Revenue Limit	\$906,203	\$987,909	(\$81,706)	-8.3%	\$2,295,569	\$1,389,366
Federal Revenue	\$81,181	\$134,957	(\$53,776)	-39.8%	\$174,187	\$93,006
Other State Revenue	\$45,851	\$75,548	(\$29,697)	-39.3%	\$141,883	\$96,032
Local Revenue	\$94,536	\$86,800	\$7,736	8.9%	\$169,762	\$64,797
Total Revenue	\$1,127,771	\$1,285,214	(\$157,443)	-12.3%	\$2,781,401	\$1,643,201
Certificated Salaries	\$531,226	\$551,517	\$20,291	3.7%	\$1,014,858	\$435,884
Classified Salaries	\$76,449	\$80,175	\$3,727	4.6%	\$147,204	\$63,891
Employee Benefits	\$164,086	\$171,090	\$7,004	4.1%	\$337,735	\$163,451
Total Personnel Expenses	\$771,761	\$802,782	\$31,022	3.9%	\$1,499,797	\$663,226
Books and Supplies	\$186,521	\$215,106	\$26,586	12.4%	\$321,685	\$132,273
Services & Other Operating Expenses	\$480,208	\$392,046	(\$88,162)	-22.5%	\$737,521	\$229,027
Capital Outlay	-	-	-	0.0%	\$8,500	\$8,500
Other Outgo	\$2,934	\$2,184	(\$750)	-34.3%	\$25,337	\$22,403
Total Operational Expenses	\$671,663	\$609,337	(\$62,326)	-10.2%	\$1,093,043	\$392,203
Total Expenses	\$1,443,423	\$1,412,119	(\$31,304)	-2.2%	\$2,592,840	\$1,055,429
Net Income	(\$315,652)	(\$126,905)	(\$188,747)	-148.7%	\$188,561	\$587,772