

1. An advertised special meeting of the Board of Education was called to order by Vice President Mr. Gary Byrne at 7:40 p.m. in the Middle School Cafeteria.
2. Mr. Gary Byrne polled the Board and found that Mr. Robert Chinn, Mr. Jerry Renneker and Mr. Michael Beyerle were present.
3. Dr. Phil Partenheimer stated similar to last year our capitol projects plan is the biggest change. Capitol projects funds. We received a higher rate. \$.54 due to project levy for the capitol project fund but we won't get that high. The estimate is one million six dollars to one million seven dollars. We don't have a certified budget from last year from the Department of Local Government Finance.
4. Mr. Dan Ayres inquired on capital projects are you looking at what page?
5. Dr. Partenheimer stated he didn't have to put that information in. Currently the rate is .5462. The rate will go down due to the number of homestead deductions..
6. Mr. Haskell inquired that in 07 the rate is about \$.32
7. Dr. Partenheimer stated yes.
8. Mr. Haskell stated in 2008 collection will be \$.5462.
9. Dr. Partenheimer stated no that we are advertising a higher rate to protect our levy. We are trying to get a rate which is about \$.33.
10. Mr. Haskell inquired is this the published rate difference.
11. Dr. Partenheimer stated yes.
12. Mr. Haskell inquired if retirement severance is the bond.
13. Dr. Partenheimer stated we have to establish a rate and it will be subtracted from bus replacement. It has enough to cover the figure.
14. Mr. Haskell inquired you are shifting money.
15. Dr. Partenheimer stated yes due to the required tax neutrality of the severance bond.
16. Mr. Haskell inquired about the general fund is almost \$.80.
17. Dr. Partenheimer stated it will be zero due to the state taking over the fund. We are asking \$71,000 for a new facility appeal because of the more money due to the new building.
18. Mr. Haskell inquired North Harrison Elementary.
19. Dr. Partenheimer stated yes. The state has always paid. This is considered a local levy. It is a onetime revenue or non-reoccurring. The DGLF states we will have to advertise.
20. Mr. Haskell inquired it is collective in 2008 and next year it will say 2009.
21. Dr. Partenheimer stated on form 3.
22. Mr. Haskell stated yes.
23. Mr. Beyerle stated you are looking at three and he is looking at five.
24. Mr. Haskell inquired the general fund is collective in 2008 and next year in 2009 will that number be zero.
25. Dr. Partenheimer stated yes.
26. Mr. Haskell inquired from this budget on there shouldn't be a dollar amount there.

27. Dr. Partenheimer stated yes.
28. Mr. Haskell inquired will the Morgan project be a line item number in the budget.
29. Dr. Partenheimer stated yes.
30. Mr. Haskell stated it will be a onetime shot.
31. Dr. Partenheimer stated yes.
32. Mr. Haskell inquired on # 6 – other revenue interest income stays zero.
33. Mr. Beyerle stated under notice of capitol projects.
34. Mr. Haskell inquired about line # 6 from the bottom.
35. Dr. Partenheimer stated you have a cash balance in January then you look at other forms of revenue.
36. Mr. Haskell inquired can you explain interest income.
37. Dr. Partenheimer stated all interest expenses in 062 bonds we are not allowed to spend. These all go into the general fund.
38. Mr. Haskell inquired is it listed anywhere.
39. Dr. Partenheimer stated yes, on form 2.
40. Mr. Beyerle inquired on form 2, what is the interest.
41. Dr. Partenheimer stated it runs July 1, 2008 thru December 31, 2008. The estimate is \$60,000 and January 1, 2009 thru June 2009 the estimate is \$130,000
42. Mr. Haskell inquired on form 3 is the form 1 and 2.
43. Dr. Partenheimer stated yes. There is a form 1, 2, 3, 4 and 5.
44. Mr. Haskell inquired were all the forms published.
45. Dr. Partenheimer stated no. We publish only the ones that are required.
46. Mr. Greg Rupp wants copies of form 1 thru 5.
47. Dr. Ken Oppel gave him his copies.
48. Mr. Rupp inquired if form 3 was 1.9 million dollars.
49. Dr. Partenheimer stated we won't get that money. We will go back when we receive a budget and make adjustments and fill in the empty lines. Some money will be used for emergencies, mobile and fixed equipment, maintenance, etc.
50. Mr. Rupp stated this will be scratched.
51. Dr. Partenheimer stated. "The figure is padding so we can raise as much levy as we can."
52. Mr. Renneker told Mr. Rupp, "It is just like when you were younger and you went to your father and asked for \$.25 but you only needed \$.10. You always ask for more."
53. Dr. Partenheimer stated there may be \$30,000 remaining in that line.
54. Mr. Rupp inquired are you looking for neutralization money.
55. Dr. Partenheimer stated at the present we are looking at fixing and not replacing in maintenance in the capital projects fund. We may have \$800,000 to go into the Rainy Day Fund.

56. Mr. Rupp inquired you are adding more than what is already there?
57. Dr. Partenheimer stated we will add to what is already there.
58. Mr. Rupp inquired this is for 2009 budget.
59. Dr. Partenheimer stated if the state allows us to sweep this.
60. Mr. Rupp inquired if this is from January thru December.
61. Dr. Partenheimer stated yes.
62. Mr. Rupp inquired this budget starts 2009 with the rental of building.
63. Dr. Partenheimer stated this figure is for padding.
64. Mr. Rupp inquired do we rent anything.
65. Dr. Partenheimer stated "We aren't spending anything. It is all padding."
66. Mr. Rupp inquired do you have a breakdown on the \$480,000.
67. Dr. Partenheimer stated he would need to get with Mrs. Sharon Hanen the treasurer for North Harrison Community School Corporation.
68. Dr. Partenheimer stated he always goes over the budget with Mrs. Hanen to coordinate and put it together. We did this last year. This is easier for her to have this money in utilities.
69. Mr. Rupp inquired "Line # 11, the property & casualty insurance, what is this for?"
70. We don't take money out of that fund line. We use utilities. Property casualties is a general fund expense. Dr. Partenheimer stated, "Look at line 8. We could take that line and use \$480,000 for utilities or we could move that money in line 11 that you just mentioned or we could divide the money between the two."
71. Mr. Rupp inquired, "Utilities is not just electricity expenses – electric, gas and oil. Its' maintenance from general. Is that what you are saying?"
72. Dr. Partenheimer state "No, it is utility expenses. Electric bill, gas bill, and fuel bill."
73. Mr. Rupp asked, "Is that pretty close?"
74. Dr. Partenheimer stated, "That figure does not cover everything."
75. Mr. Rupp stated, "So if it is not passed, it's below budget."
76. Dr. Partenheimer stated, "It is right at budget."
77. Mr. Rupp stated, "If it is right at budget for gas and electric and stuff, so there is not any money in there to pay for insurance."
78. Dr. Partenheimer stated, "I just said that insurance is a general fund expense."
79. Mr. Rupp stated, "But it is listed on the capital projects form so it ought to be a capital projects expense."
80. Mr. Byrne stated, "You can't do both, you can do only one."
81. Dr. Partenheimer stated, "You are being condesinding making me repeat everything."
82. Mr. Byrne stated you said to split, before that you said you were paying for insurance.
83. Dr. Partenheimer stated it is a "Rob Peter to pay Paul" situation. If I put it in property casualty insurance, then I can't use it for utilities so then utilities become a general fund expense.

84. Mr. Byrne stated the state only allows you to do so much with that fund. The state allows us to take \$480,000 out of the CPF.
85. Dr. Partenheimer stated it is easy for Mrs. Hanen to have the money in utilities.
86. Mr. Byrne stated you can't do more than that. The state won't allow you to.
87. Dr. Partenheimer stated \$480,000 can go to property & casualty insurance. The state rules this. We are only allowed to spend \$480,000 in either or both lines.
88. Mr. Haskell inquired is this number based on corporations.
89. Dr. Partenheimer stated this is a flat rate based on 2003 usage.
90. Mr. Haskell inquired if this is prorated for the individual corporation.
91. Dr. Partenheimer stated yes.
92. Mr. Rupp inquired this is for technology salary only.
93. Dr. Partenheimer stated yes.
94. Mr. Rupp inquired this is for three people. They are making that much money.
95. Dr. Partenheimer stated they work 11 months and this includes benefits.
96. Mr. Rupp inquired about Riverboat Funds.
97. Dr. Partenheimer stated they are separate funds. The Board approves what it is being used for.
98. Mr. Rupp inquired if it could be used in other places.
99. Dr. Partenheimer stated it started with Mr. Monty Schneider, the former superintendent for North Harrison Community School Corporation, asked for \$300,000 to use at North Harrison Elementary and we are going to use it at Morgan Elementary Renovation. You can use this (Riverboat money) money to help other funds like the general fund. Mr. D.J. Hanen uses \$300,000 for technology.
100. Mr. Rupp stated that money could be used for something else.
101. Dr. Partenheimer stated if we choose to.
102. Mr. Rupp inquired do you have to go back to redesignate the \$3 million.
103. Mr. Byrne stated \$300,000.
104. Dr. Partenheimer stated yes. We don't move it; we spend it out of the Riverboat Fund.
105. Mr. Rupp inquired what the tax rate is.
106. Dr. Partenheimer stated he doesn't know yet. He doesn't have an approved budget yet. The estimate is \$1.62 that we won't receive.
107. Mr. Rupp inquired what were you asking.
108. Dr. Partenheimer states \$2.10.
109. Mr. Rupp inquired due to the general fund.
110. Dr. Partenheimer stated yes.
111. Mr. Rupp inquired on page 2 or 3 it states \$700,000 million dollars and on another line it states \$600,000 million dollars. What is this?

112. Dr. Partenheimer stated that is a project figure for 08-09. It is 5 million dollars. It has been jumping in chunks. This is a rough estimate but a close figure.
113. Mr. Rupp inquired in the middle of page one it states you have ten days after notice, does this mean after tonight ten days then you can file a remonstrance.
114. Dr. Partenheimer stated it will be adopted at the next Board meeting. Tonight is the hearing.
115. Mr. Rupp inquired if this wait was a remonstrous.
116. Dr. Partenheimer stated yes.
117. Mr. Daniel Harmon inquired what \$300,000 was.
118. Dr. Partenheimer stated the assessed value.
119. Mr. Harmon inquired what the assessed value is for this year. He asked Mr. Beyerle if this figure was high.
120. Mr. Beyerle stated yes.
121. Dr. Partenheimer stated the problem with assessed value is no one knows. The DLGF told him this information.
122. Mr. Harmon inquired if the excise tax from the county in the budget.
123. Dr. Partenheimer stated they are subtracted from the budget. Last year's figures are used.
124. Mr. Haskell inquired what we are doing as a corporation to accumulate funds to settle the contract.
125. Dr. Partenheimer stated the state gives us a set dollar figure based on a formula. They tell us what we will receive.
126. Mr. Haskell inquired what the estimate from the state is.
127. Dr. Partenheimer stated 12 million dollars.
128. Mr. Haskell inquired is this state funds.
129. Dr. Partenheimer stated yes; it is no longer a local levy. In January we will know what we will be receiving from the state. He has asked the Board to borrow money in January. In July we collect interest.
130. Mr. Haskell inquired where it goes.
131. Dr. Partenheimer stated in the general fund to pay bills. Last year he advertised for the highest interest rate and we got a percent more since we did this the economy went south. The interest rate went down.
132. Mr. Byrne inquired are we going to borrow five million dollars in January.
133. Dr. Partenheimer stated no. We can only borrow 80% of the Debt Service Fund, Capital Project Fund, Bus Replacement Fund and transportation Fund which is the local levy. We don't have a general fund levy any more.
134. Mr. Byrne inquired this is not a reoccurring revenue. Dr. Partenheimer stated no.
135. Mr. Byrne stated when you say public you mean the local taxpayers are paying interest on the loan.
136. Dr. Partenheimer stated yes.
137. Mr. Ron Haendiges Sr. inquired if you reach a teacher contract can the public remonstrate against that or is it final?
138. Dr. Partenheimer stated yes it is final - they are the governing Board.

139. Mr. Rupp stated you said 12 million dollars and the form says 14 million dollars.
140. Mr. Chinn stated it will be sliced and diced.
141. Dr. Partenheimer stated we ask high and get lower. We don't have a budget for 2008.
142. Mr. Jerry Renneker moved and Mr. Michael Beyerle seconded a motion to approve the resignations of Mrs. Teresa Miller (lay) as boy's tennis coach at North Harrison Middle School effective August 7, 2008; and Mrs. Jennifer Smith as instructional assistant at Morgan Elementary effective August 7, 2008. The motion passed with a 4/0/1 (Mr. Naegele was absent).
143. Mr. Beyerle inquired that we accepted a resignation for tennis but we did not appoint a new coach.
144. Dr. Partenheimer stated Mr. Nate Miller the athletic director for the middle school is looking for a coach but hasn't found one yet.
145. Mr. Beyerle inquired the 5th and 6th basketball practice and games won't overlap.
146. Dr. Partenheimer stated no.
147. Mr. Gary Byrne moved and Mr. Jerry Renneker seconded a motion to approve the appointments of Mrs. Melissa Jobe as 3rd grade teacher at Morgan Elementary effective August 25, 2008; Mrs. Krissann Simpson as 3rd grade teacher at North Harrison Elementary School effective August 25, 2008; Miss Shellie Pence as teacher at North Harrison Elementary School (temporary contract for maternity leave – Beth Schneider) effective August 25, 2008 until approximately November 24, 2008; Mrs. Molly Shireman as instructional assistant (part-time) at Morgan Elementary effective August 22, 2008; Mr. David Shiner as Art Guild sponsor at North Harrison High School effective 2008-09 school year; Mrs. Miriam Robertson as Academic Advisor (lay) at North Harrison High School effective 2008-09 school year; Mr. Gary Fessel as weight room coordinator (fall/spring) (lay) at North Harrison High School effective 2008-09 school year.; Mr. Kelly Cooper a girl's 7th grade basketball coach at North Harrison Middle School effective 2008-09 school year; Mr. Shaun Miller as girl's 6th grade basketball coach (lay) at North Harrison Middle School effective 2008-09 school year; Mr. Ken Spenser as boy's 6th grade basketball coach (lay) at North Harrison Middle School effective 2008-09 school year; Mr. Shaun Miller as boy's 5th grade basketball coach (lay) at North Harrison Elementary and Morgan Elementary Schools effective 2008-09 school year. The motion passed with a 4/0/1 (Mr. Naegele was absent).
148. Mr. Chinn stated on the donations there isn't a match.
149. Mr. Mike Beyerle moved and Mr. Gary Byrne seconded a motion to approve \$3,000 to North Harrison High School Athletic Department from Jones Machine Shop. The motion passed with a 4/0/1 vote (Mr. Naegele was absent).
150. Mr. Gary Byrne moved and Mr. Jerry Renneker seconded a motion to approve the change orders for North Harrison Elementary Library shelves. The motion passed with a 4/0/1 vote (Mr. Naegele was absent).
151. Mr. Beyerle inquired if this was from the water damage at the elementary.
152. Dr. Oppel stated no. Parco replaced them. These will replace all the old shelves.
153. Mr. Beyerle inquired there will be all new shelves with the same amount of space.
154. Miss Lisa Jones principal at North Harrison Elementary stated not losing shelves space. We are moving the direction of the shelves so you will have better view of the library.
155. Mr. Beyerle stated it will be like the library in the middle school.
156. Mr. Michael Beyerle moved and Mr. Jerry Renneker seconded a motion to adjourn.
157. The meeting adjourned at 8:33 p.m. The motion passed with a 4/0/1 vote (Mr. Naegele was absent).
158. At 10:26 p.m., the Board met in executive session with Mr. Gary Byrne, Mr. Michael Beyerle, Mr. Jerry Renneker and Mr. Robert Chinn were present. Also present were Phil Partenheimer and Ken Oppel. The purpose of the meeting was to receive information regarding employees, prospective employees, collective bargaining and pending litigation. The executive session ended at 10:45 p.m. with no action being taken.

Secretary

President
