

MINUTES OF
LEON COUNTY EDUCATIONAL FACILITIES AUTHORITY

March 15, 2006

The Leon County Educational Facilities Authority met Wednesday, March 13, 2006 in the Board Room of the University Center, Florida State University.

Authority Members Present: Bob Kellam, Liz Maryanski, Bill Hilaman, Wendy Grey and Craig Fletcher.

Authority Members Absent: Henry Lewis

Others in Attendance: Calvin Ogburn; Terry Madigan, Bob Powell and Chris Cayer.

Bob Kellam called the meeting to order at 12:40 p.m.

The Chairman called on Bob Powell and Chris Cayer to present the audit for the period ending 9-30-05. They reported that there were no significant findings or recommendations in this audit. Discussion was held pertaining to the operating revenue and expenses of the SouthGate and the Heritage Grove projects. SouthGate has shown an operating increase of 11% from the FY 04 and a revenue increase of 7%. The expense level of the property has remained constant due to budget to adjustments. Heritage Grove has experienced its most profitable year thus far. The issue of two FY closing dates for Heritage Grove was discussed by Chris Cayer. After this conversation, it was agreed that the Executive Director and Chris would meet with Coastal management and submit the audit for FY ending September 05 for the trustee's acceptance. Chris reviewed the list of issues to be discussed with Coastal.

Bob Powell then discussed adherence to the General Accepted Accounting Principles (GAP). He said that his firm would file the proper reports with the state on behalf of the Authority. The motion was made by Craig Fletcher, seconded by Bill Hilaman, that the audit be accepted, made a part of the Authority records and that the Executive Director be authorized to distribute copies to the appropriate parties. All were in favor.

The minutes of 10-13-05 were approved by acclamation.

Chairman Kellam brought up the continuing issue of the OTC rates for Heritage Grove. He discussed at length the apparent discrepancy between the rates the tenants at Heritage Grove were charged versus other private tenants in the community. It was agreed that the rates as currently published would remain as is for FY starting August 06 and furthermore that the Chairman be authorized to negotiate with FSU officials for a better rate.

The Chairman gave a brief report on the Authority's prior scholarship contributions. The Executive Director reported that he had received an e-mail from Henry Lewis urging the Authority to release scholarship funds for the current year. Checks for \$20,000 for each of the Universities were authorized.

There being no further business, the meeting adjourned at 1:50 p.m.

Robert E. Kellam, Chairman

Calvin P. Ogburn, Executive Director