

MINUTES OF THE REVOLVING LOAN MEETING

Thursday, July 13, 2017
Room 241
Utah State Board of Education

Committee Members Present:

(Chair) Gavin Hutchinson
Jacob Wright
Sterling Orton
Jennifer Lambert (non-voting)

Staff Present:

Rabecca Cisneros
Jessica Hardy

Others Present:

Patrick Munson (Capstone)
Chris Gurnee (Capstone)
Nate Taggart (NUAMES)
Lincoln Fillmore (Charter Solutions)

Call to Order

Chair Hutchinson called the meeting to order at 10:05 am

Chair Hutchinson notified the committee that Excelsior Academy withdrew their application. He then asked each person in the room to introduce themselves.

Review and Approval of Minutes from May 25 meeting

Motion: Jacob Wright motioned to approve the minutes as written. Chair Hutchinson seconded the motion.

Loan Applications for FY18:

“Capstone Classical Academy”

Capstone Classical Academy is a new school requesting \$300,000. Representatives were present from the school. Member Orton asked the school to provide a background on the school and its location. There was significant discussion regarding the school, its marketing plan, and outreach efforts, and the relationships the school is building with other charter schools and the local district. Member Orton then asked about the school’s budgeted rent payments. The school explained about its intent to secure a USDA loan sometime between years two and five. There was a discussion regarding the USDA loan. Chair Hutchinson asked about one of the technology items listed in the budget. The school answered and a quick discussion ensued. Member Orton followed up with a question regarding a different technology. Again the school explained and a quick discussion ensued. Chair Hutchinson commented that he felt much more confident recommending this loan now that school corrected the budget. Discussion ensued.

“Northern Utah Academy of Math, Engineering, and Science (NUAMES)”

NUAMES is a new Replication requesting \$300,000. Nate Taggart was present as a representatives from the school. Chair Hutchinson asked about the new budget. Mr. Taggart reviewed the new expenses with the committee and clarified that the \$20,000 Other Contracted Services was for a purchasing agent. Mr. Taggart requested that the school

not begin accruing interest until the loan was drawn upon. Jennifer Lambert suggested the school return with a new application closer to when they wanted to loan. A discussion ensued regarding the interest and the timing for when money was distributed. Mr. Taggart considered withdrawing the application due to the accrual of interest during a period of no funds. The committee further discussed timing and distribution options. Mr. Taggart, on behalf of NUAMES, formally withdrew the application for consideration.

Motions for Loan Recommendations:

- **Motion: Jacob Wright motioned to recommend approval of Capstone Classical Academy's loan of \$300,000. Sterling Orton seconded the motion. The motion passed unanimously.**

Other Items:

Chair called for other business. There was none.

Adjourn:

Chair Hutchinson motioned to adjourn. Motion carried.

The meeting adjourned at 10:47 am