

HILL CITY SCHOOL DISTRICT 51-2 OF PENNINGTON COUNTY HILL CITY, SOUTH DAKOTA 57745 On May 11, 2009, the regular meeting of the Hill City Board of Education was held at 6:00 p.m. in the meeting room of the office building. The following members were present: President Owen Wiederhold, David Spear, Kris Knapp, Darrell Sullivan and Michelle Anderson. Also present: Supt. Mark Naugle; Business Manager Jane Edlund; Principals Todd Satter and Dave Larson; Patrons: Sheryl Coley and Don Knudsen. All motions in these minutes carried by unanimous vote unless otherwise recorded. APPROVAL OF AGENDA: Motion by Spear, second by Sullivan to amend the May 11, 2009, agenda by adding the following agenda item: (IX. E.) Home School Application. MINUTES: Motion by Sullivan, second by Spear to approve the minutes of April 14, 2009, as submitted. FINANCIAL REPORTS: The following report of cash transactions was presented for the month of April 2009: GENERAL CAPITAL SPECIAL LUNCH FUND OUTLAY EDUCATION FUND BAL: 04/01/2009 -36,773.54 3,806,511.04 240,248.59 13,372.11 RECEIPTS LOCAL SOURCES: TAXES 70,546.42 22,803.60 16,205.60 M.H. TAXES 482.94 156.59 111.28 PRIOR TAXES 2,902.20 843.46 558.32 PENALTIES//INT. 239.89 66.15 41.53 INT. EARNED 102.01 3,599.93 419.44 7.80 ADMISSIONS OTHER REV. 211.00 MEDICAID PMTS. SALE OF TICKETS: PUPILS 8,330.80 MILK 483.90 ADULT 2,137.65 COUNTY SOURCES: COUNTY APPORT. 3,392.67 IN LIEU OF TAXES STATE SOURCES: FEDERAL SOURCES: MARCH CLAIM 9,611.99 TITLE I 5,901.00 TITLE II PART A 3,191.00 TRANS FROM I.A. TO GF 300,000.00 FLOWTHRU/PRESCHOOL 9,573.00 TOTAL REV.: 386,969.13 27,469.73 26,909.17 20,572.14 TOTAL EXP.: 380,201.75 88,387.81 59,721.86 20,482.29 BALANCE: 04/31/2009 -30,006.16 3,745,592.96 207,435.90 13,461.96 PENSION TRUST& IMPACT FUND AGENCY AID BAL: 04/01/2009 104,638.38 47,434.65 2,041,068.53 TOTAL REV.: 3,684.86 9,061.10 1,915.57 TOTAL EXP.: 0.00 16,199.36 0.00 TRANS TO GF 0.00 0.00 300,000.00 BAL: 04/31/2009 108,323.24 40,296.39 1,742,984.10 Motion by Sullivan, second by Spear to approve the financial report as presented. CLAIMS: GENERAL FUND: Salaries: 241,504.94; First Western Bank: matching OASI, 18,475.18; SD Retirement: matching, 13,699.18; SD Sch Ins Trust: 30,717.95; Delta Dental: 2,080.36; Employer Paid Annuity: 1,790.28; A & B WELDING SUPPLY, INC, WELDING SUPPLIES, 40.30; A&B BUSINESS SOLUTIONS, INC, COPIER MAINTENANCE & SUPPLIES, 526.22; ANDERSON'S, SUPPLIES, 245.65; APEX TECHNOLOGY SOLUTIONS GROUP, NETWORK ADMIN, SUPPLIES, 6,615.99; ASAP-Y2Y, FEES, 105.00; ASCD, MEMBERSHIP FEES, 109.00; ATLAS PEN & PENCIL CORP, SUPPLIES, 75.31; AWARD EMBLEM MFG CO, INC, VOCAL MUSIC AWARDS, 94.60; BALFOUR, SUPPLIES, 141.85; BELLE FOURCHE HIGH SCHOOL, FEES, 80.00; BEST BUSINESS PRODUCTS INC, COPIER MAINTENANCE, 126.07; BEST WESTERN RAMKOTA SIOUX FALLS, LODGING, 84.00; BEST WESTERN/GOLDEN SPIKE INN, MISC, 113.19; BLACK HILLS PLUMBING, INC, PLUMBING SERVICES, 2,632.30; BLACK HILLS POWER & LIGHT CO, OP ELECTRICITY, 7,405.19; BURCH, JILL, MISC

REIMBURSEMENT, 55.15; CARDMEMBER SERVICE, CREDIT CARD PURCHASES, 533.80; CENEX FLEET FUELING, GASOLINE CHARGES, 20.03; CENTRAL HILLS CAR CLINIC, VEHICLE MAINTENANCE, 316.80; CITY OF HILL CITY, WATER/SEWER BILLING, 751.48; DAKOTA BUSINESS CENTER, SUPPLIES & FURNITURE, 646.04; DALTON MUSIC, MUSIC INSTRUMENT, 92.00; EDLUND, JANE, MISC REIMBURSEMENT, 25.00; EXXON MOBIL, GAS CHARGES, 227.88; FLOWER POWER, FLOWERS, ETC, 497.45; G&R CONTROLS, OP SUPPLIES, 503.25; GOURDE, YVETTE M., ACCOMPANIST, 167.50; GUNDERSON, PALMER, NELSON & ASHMORE, LEGAL SERVICES, 150.00; HARVEY'S LOCK SHOP, LOCK/KEY SERVICE, 3,498.56; ; HEART OF THE HILLS EXXON, SUPPLIES, 22.43; HEATHMAN, DOUG, ATHLETIC SUPPLIES, 50.00; HILL CITY AMBULANCE, CPR CARDS, 100.00; HILL CITY PREVAILER NEWS, PRINTING/LEGAL PUBLICATIONS, 350.67; HILLYARD, CUSTODIAL SUPPLIES, 4,620.90; HIWAY HARDWARE & BUILDING CENTER, MISC SUPPLIES, 2,406.87; HOBART SALES & SERVICE, EQUIPMENT REPAIR, 828.23; HOMEROOM/CRT, GENERAL SUPPLIES, 50.35; INNOVATIVE ELECTRONICS INC., SOUND SERVICES, 600.00; INSTRUMENTALIST COMPANY, MUSIC AWARDS, 64.00; JON CRANE GALLERY & CUSTOM FRAMINGSUPPLIES, 219.00; KENNEDY, NANCY, MISC REIMBURSEMENT, 12.68; KIEFFER SANITATION, GARBAGE DISPOSAL, 540.06; KRUSE, KAREN F., ACCOMPANIST, 365.00; LAKE WAGGONER GOLF COURSE, GOLF FEES, 35.00; LARSON, DAVID, MISC REIMBURSEMENT, 329.93; LEARNING ADVENTURES, ELEM MISC SUPPLIES, 41.38; MISSOULA CHILDREN'S THEATRE INC, CHILDREN'S THEATRE, 500.00; NAFIS, MEMBERSHIP DUES, 808.00; NATIONAL HONOR SOCIETY, FEES, 21.30; NAUGLE, MARK, MISC REIMBURSEMENT, 37.09; NELSON'S OIL & GAS, INC, PROPANE, ETC., 329.00; NHS/NJHS/NASSP, FEES, 81.00; NIMCO, INC, SUPPLIES, 440.06; NORTH CENTRAL ASSOCIATION, ACCREDITATION DUES, 1,875.00; NORTH DAKOTA CENTER FOR DISTANCE EDUCATION, SUPPLIES, 183.92; ORBITCOM, INC, PHONE SERVICE, 1,487.61; PAUL, MARIELLA, MISC REIMBURSEMENT, 24.92; PONDEROSA SPORTSWEAR, SUPPLIES, 393.73; RAPID FIRE PROTECTION, INC, FIRE SPRINKLER INSPECTION, 200.00; SAM'S CLUB DIRECT, SUPPLIES, 594.17; SASD, DUES/FEES/SUPPLIES, 1,603.00; SATTER, SUSAN, MISC REIMBURSEMENT, 73.81; SCHOOL SPECIALTY INC, SUPPLIES, 88.41; SCRIBES HUT, MISC, 27.00; SD DEPARTMENT OF PUBLIC SAFETY, BOILER INSPECTION, 60.00; SDHSAA, FEES, 184.00; SERVALL TOWEL LINEN, CUSTODIAL SUPPLIES/LAUNDRY, 463.59; SHI, COMPUTER SUPPLIES, 803.04; SOFTWARE UNLIMITED INC, ACCOUNTING SOFTWARE, 3,615.00; SOUTH DAKOTA TEACHER JOB FAIR, REGISTRATION FEE, 150.00; SPECIALTY INSTALLATION LLC, CARE/UPKEEP BUILDINGS, 335.26; STURGIS BUS COMPANY, BUS SERVICES, 16,829.51; SYLJUBERGET, DAN, MISC REIMBURSEMENT, 24.12; TEACHER DIRECT, SUPPLIES, 32.92; TRAINING ROOM INC. ATHLETIC SUPPLIES 298.60; VERIZON WIRELESS CELL PHONE

SERVICE, 419.53; WELLS FARGO FINANCIAL LEASING, COPIER LEASES, 632.00; WOODWARD, SHAWN, MISC REIMBURSEMENT, 55.50; GENERAL FUND TOTAL: 377,455.09; CAPITAL OUTLAY: AMERICAN TECHNICAL SERVICES, INC, CONSTRUCTION INSPECTION, 12,209.00; APEX TECHNOLOGY SOLUTIONS GROUP, EQUIPMENT,, 15,000.00; SCULL CONSTRUCTION SERVICE INC, CONSTRUCTION, 157,473.07; SHOOT-A-WAY INC., ATHLETIC EQUIPMENT, 4,852.00; UPPER DECK ARCHITECTS, INC., ARCHITECT SERVICE, 4,730.75; US GAMES, EQUIPMENT, 1,928.07; CAPITAL OUTLAY TOTAL: 196,192.89; SPECIAL EDUCATION FUND: Salaries: 34,159.58; First Western Bank: matching OASI, 2,613.19; SD Retirement: matching, 1,956.95; SD Sch Ins Trust: 4,768.99; Delta Dental: 337.78; CUSTER REGIONAL HOSPITAL, PT & OT SERVICES, 5,609.80; EXXON MOBIL, GAS CHARGES, 48.92; RAPID CITY MEDICAL CENTER, LLP, MEDICAL SERVICES, 172.00; SAMMONS PRESTON ROLYAN, SUPPLIES, 48.85; SWANSON, ANDRA, MISC REIMBURSEMENT, 75.48; UNIVERSAL PEDIATRIC SERVICES, INC.NURSING SERVICE, 3,608.00; VAUGHN, TERRI, MISC REIMBURSEMENT, 280.28; SPECIAL EDUCATION TOTAL: 53,679.82; FOOD SERVICE: Salaries: 9,300.47; First Western Bank: matching OASI, 711.50; SD Retirement: matching, 542.53; SD Sch Ins Trust: 1,608.19; Delta Dental: 89.70; CASH-WA DISTRIBUTING, FOOD, SUPPLIES, 2,030.92; CHILD & ADULT NUTRITION, COMMODITY FOODS, 793.80; DAKOTA BUSINESS CENTER, SUPPLIES & FURNITURE, 41.68; DEAN FOODS NC, DAIRY PRODUCTS, 1,878.81; EARTHGRAINS BAKING CO, INC, BREAD PRODUCTS, 340.22; EXXON MOBIL, GAS CHARGES, 27.65; FOOD SERVICES OF AMERICA, FOOD, SUPPLIES, 363.49; KRULL'S MARKET, SUPPLIES/GROCERIES, 64.17; REINHART FOODSERVICE, FOOD, SUPPLIES, 2,554.98; SERVALL TOWEL LINEN, SUPPLIES, LAUNDRY, 119.67; STANFORD, TAMMY, MISC REIMBURSEMENT, 150.00; WATERTREE WATER CONDITIONING, WATER SOFTENER SERVICE, 235.50; FOOD SERVICE TOTAL: 20,853.28. Motion by Spear, second by Sullivan to approve the above listed claims. AUDIENCE WITH INDIVIDUALS: No action taken. EXECUTIVE SESSION: Motion by Spear, second by Sullivan to go into executive session at 6:10 p.m. to discuss a personnel issue. Mark Naugle, Jane Edlund, Todd Satter, Dave Larson and Don Knudsen invited in. President Wiederhold called the meeting out of executive session at 6:20 p.m. Motion by Sullivan, second by Spear to terminate Sommar Chaffee's 2008-2009 contract with nine (9) days of pay being docked from her final paycheck, which will be the May 20, 2009, payroll. Dental insurance benefits will be paid through August 2009, as per the Negotiated Agreement. Motion by Anderson, second by Sullivan to have the superintendent send a letter to Sommar Chaffee informing her of the board's decision. CORRESPONDENCE AND REPORTS: Dave Larson, Elementary School Principal Reported: Update on upcoming elementary activities. Todd Satter, Middle School/High School Principal Reported: Update on upcoming middle school/high school activities. Discussion on the

proposed lease with the City, which would allow the Alternative School to move into the same building as City Hall. The City should approve this lease, for the 2009-2010 school year, at their council meeting tonight. Mark Naugle, Superintendent Reported: Review of the May/June school calendar and schedule of upcoming meetings. Board members received another section of the policy book that will be updated. Hopefully, by July or August the policy book can be finalized for adoption. General consensus of the board is to have the superintendent see, if the school is interested, how we could put in a bid on the Gregson property. Discussion on the Gateway bankruptcy and how this will impact the school. Motion by Spear, second by Anderson to pay a \$5,500.00 stipend to Amy Woodward for her help with the Vocal Music program this year. OLD BUSINESS: Phase 3 Update: Sheryl Coley updated the board on the status of the Phase 3 project. Discussion on two proposals from Valley Carpet for the installation of rubber sports flooring. No action taken on these proposals tonight. Misc. Business Manager Items: 2009-2010 Certified Contracts: Motion by Knapp, second by Sullivan to acknowledge that all contracts that were issued for the 2009-2010 school year have been returned. Contracts for Approval: Motion by Sullivan, second by Knapp to issue contracts for the 2008-2009 school year to the following: Daniel Glyten, \$2,100.00/season, Asst. HS Girls BB Coach; Bryon Christian, \$3,300.00/season, HS Head Golf Coach (Boys); Jamie Henderson, \$1,890.00/season, MS Track Coach. NEW BUSINESS: SDHSAA Native American Board of Directors Candidate Election: Motion by Anderson, second by Spear to vote for Chuck Wilson on the 2009 SDHSAA Official Election Ballot. Preliminary Budget: The proposed 2009-2010 budget was presented. Motion by Sullivan, second by Knapp to approve the 2009-2010 Preliminary Budget as presented tonight. Contract with Apex Technology: Motion by Spear, second by Knapp to approve the 2009-2010 contract with Apex Technology to supply management of the Hill City School District computer/network infrastructure, total cost \$118,200.00. Open Enrollment Application for 2009-2010 #3: Motion by Knapp, second by Spear to approve open enrollment application #3 for the 2009-2010 school year. Home School Application: Motion by Knapp, second by Sullivan to approve home school application #8 that was presented tonight for the remainder of the 2008-2009 school year. EXECUTIVE SESSION: Motion by Knapp, second by Spear to go into executive session at 7:12 p.m. to discuss negotiations. Mark Naugle, Jane Edlund, Todd Satter and Dave Larson invited in. President Wiederhold called the meeting out of executive session at 7:25 p.m. Motion by Knapp, second by Anderson to approve the 2009-2010 Negotiated Agreement. The next regular board meeting is scheduled for June 8, 2009, at 6:00 p.m. ADJOURN MEETING: Motion by Anderson, second by Knapp to adjourn the meeting at 7:30 p.m. Business Manager These minutes subject to approval at the next regular meeting. ACCEPTED BY THE BOARD THIS 8TH DAY OF JUNE, 2009. President Business Manager