



Agenda
Edison State College Financing Corporation (the "Corporation")
Lee Campus – Board Conference Room, I-228
January 21, 2014
4:00 p.m.

Call to Order

Vote to Take Action On:

1. Approval of Minutes Regular Meeting July 16, 2013 (Page 1)

Information Only

2. Edison State College Financing Corporation 3rd Quarter Financial Statements and Investment Report (Presenter: Gina Doeble) (Page 3)

Board Members' Comments

President's Comments

Adjournment



Financing Corporation

Minutes
Edison State College Financing Corporation (the "Corporation")
Lee Campus – Board Conference Room I-228
July 16, 2013
4:00 p.m.

Call to Order

The Edison State College Financing Corporation met in Lee County, Florida, on July 16, 2013 at 4:04 p.m. with the meeting called to order by John Noland, Chair.

Members Present: Dr. Jeffery Allbritten, Corporation President
John Noland, Chair
Eddie Webb, III, Vice Chair
David Hall, Secretary

Members Absent: Mary Lee Mann – Out of town
Randall Parrish, Jr., O.D. – Work conflict
Chris Vernon – Out of town

Others Present: Mark Lupe, General Counsel
Gina Doeble, Treasurer
June Hollingshead, Recorder

Vote to Take Action On:

Agenda Item #1. Approval of Minutes Regular Meeting May 21, 2013 (Presenter: John Noland) (Page 1)

MOTION by Eddie Webb, seconded by David Hall, to approve the minutes of the regular meeting May 21, 2013, as presented. Approved unanimously.

Agenda Item #3. Approval to Accept the Edison State College Financing Corporation's Audited Financial Report for Fiscal Year Ended March 31, 2013 (Presenter: Gina Doeble) (Page 4)

MOTION by David Hall, seconded by Eddie Webb, to accept the Financing Corporation's Audited Financial Report for Fiscal Year Ended March 31, 2013, as presented. Approved unanimously.

Agenda Item #2. Approval of the 2012 Federal IRS Return of Organization Exempt from Income Tax Form 990 (Presenter: Gina Doeble) (Page 3)

MOTION by David Hall, seconded by Dr. Jeff Allbritten, to approve submission of the 2012 Federal IRS Return of Organization Exempt from Income Tax Form 990, as presented. Approved unanimously.

Information Only

Agenda Item #4. Edison State College Financing Corporation 1st Quarter Financial Statements and Investment Report (Presenter: Gina Doeble) (Page 5)

Mrs. Doeble presented the Financing Corporation 1st Quarter Financial Statements and Investment Report for information only.

Agenda Item #5. Renewal of the Insurance Program for 2013-14 (Presenter: Mark Lupe) (Page 10)

Mr. Lupe presented the 2013-14 insurance renewal program for information only.

Board Members' Comments

President's Comments

- President Allbritten sees a new mentality since Edison is off SACS probation.
- He gave a brief overview of student housing, a need for more residential living experiences, aggressive marketing, incentivizing students via scholarships, creative use of housing during summer, and the possibility of athletics returning.
- Dr. Allbritten noted a shift in the state's philosophy, especially regarding developmental education and the push for these students to self-identify.
- He expects to see Admissions and Recruiting fully functional by FY2014.
- Dr. Allbritten is looking forward to meeting with and possibly partnering with the Hertz Corporation.
- Dr. Allbritten is pleased with the administrative changes that have been made and is proud of his Cabinet and team.

Adjournment – The meeting adjourned at 5:10 p.m.

Dr. Jeffery S. Allbritten
Corporate President
Board of Directors

John Noland, Chair
Board of Directors

Date

Date

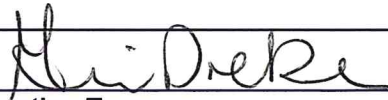
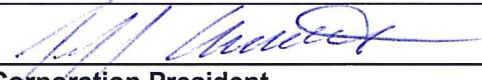
EDISON STATE COLLEGE FINANCING CORPORATION Agenda Item Summary	
Meeting Date: 1/21/2014	
1. Action Requested/Purpose:	
Edison State College Financing Corporation 3rd Quarter Financial Statements and Investment Report	
2. Fiscal Impact: <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> N/A	
3. Funding Source: Amount: \$	
4. Administration Recommendation: N/A	
5. Agenda Item Type: <input type="checkbox"/> Action Item <input type="checkbox"/> Consent Agenda <input checked="" type="checkbox"/> Information Only <input type="checkbox"/> Board Requested Information/Report	8. Requirement/Purpose (Include Citation) <input type="checkbox"/> Statute <input type="checkbox"/> Administrative Code <input type="checkbox"/> Other
9. Background Information:	
<p>Table 1 - Compares the actual sources and uses of operating and housing funds to the budgeted sources and uses of funds for the current fiscal period. It is provided to give the reader an indication of how the Financing Corporation is performing in relation to its current budget.</p> <p>Table 2 - The Statement of Revenues, Expenses and Changes in Net Position is used to evaluate the financial position of the Financing Corporation and is provided to show the reader how the net assets are increasing or decreasing throughout the year.</p> <p>The investment report summarizes the performance of investments and allows management to assess the yields on investments, to shift strategies if needed, and the ability to project out future earnings in order to budget accordingly.</p> <p>Attachment</p>	
Requested By:	 _____ Corporation Treasurer
Funding Verified by:	" " " _____
Approved For Agenda by:	 _____ Corporation President

TABLE 1
EDISON STATE COLLEGE FINANCING CORPORATION
COMPARISON OF CURRENT YEAR ACTUAL TO CURRENT YEAR BUDGET
for Fiscal Year Ending March 31, 2014

General Operating Budget

	Original Budget	Revised Budget	Actual (as of 12/31/13)	Variance from Revised Budget	% of Revised Budget
<u>SOURCES OF FUNDS</u>					
Bandwidth Lease Revenue	\$310,800	\$310,800	\$233,910	\$76,890	75.3%
High School Lease Revenue	200,000	200,000	71,145	128,855	35.6%
Investment Income	100,000	100,000	53,395	46,605	53.4%
Grant Revenue	0	2,000	2,000	0	100.0%
Total Funds Available	\$610,800	\$612,800	\$360,450	\$252,350	58.8%
<u>USES OF FUNDS</u>					
Operating Expenses	\$71,135	\$71,135	\$38,951	\$32,184	54.8%
Insurance	161,724	193,385	193,385	0	100.0%
Rentals	16,200	0	0	0	0.0%
Contract Services	61,500	48,039	36,325	11,714	75.6%
Total Expenses	\$310,559	\$312,559	\$268,661	\$43,898	86.0%

Housing Budget

	Original Budget	Revised Budget	Actual (as of 12/31/13)	Variance from Revised Budget	% of Revised Budget
<u>SOURCES OF FUNDS</u>					
Rent Revenue	\$1,701,264	\$1,701,264	\$2,555,187	\$853,923	150.2%
Resident Activity Fee	\$19,008	19,008	23,490	4,482	123.6%
Application Fees	26,000	26,000	59,194	33,194	227.7%
Fines & Penalties	0	0	2,556	2,556	100.0%
Interest Income	0	0	683	683	100.0%
Funding from Bond	550,916	550,916	515,741	(35,175)	93.6%
Total Funds Available	\$2,297,188	\$2,297,188	\$3,156,851	\$859,663	137.4%
<u>USES OF FUNDS</u>					
Operating Expenses	\$256,909	\$279,779	\$157,764	\$122,015	56.4%
Rentals	\$0	\$4,000	\$261	3,739	6.5%
Utilities	\$251,254	\$257,458	\$127,027	130,431	49.3%
Contract Services	\$176,763	\$169,567	\$103,544	66,023	61.1%
Reserves	75,000	75,000	0	75,000	0.0%
Resident Activities	19,008	19,008	7,917	11,091	41.7%
Interest Expense	0	960,903	689,102	271,801	71.7%
Debt Service Payments	1,518,253	548,350	411,016	137,334	75.0%
Total Expenses	\$2,297,188	\$2,314,065	\$1,496,631	\$817,434	64.7%

TABLE 2
EDISON STATE COLLEGE FINANCING CORPORATION
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
for Fiscal Year Ending March 31, 2014

	<u>Apr 13 - Jun 13</u>	<u>Jul 13 - Sep 13</u>	<u>Oct 13 - Dec 13</u>	<u>Total Year</u>
<u>Sources of Funds</u>				
Contributions - Edison State College	\$ 51,980	\$77,970	\$103,960	\$ 233,910
Contributions - Collegiate High Schools	71,145	0	0	71,145
Housing Income	430,998	878,448	1,330,981	2,640,427
Other income	7,469	6,732	41,877	56,078
Total operating revenue	\$ 561,592	\$ 963,150	\$ 1,476,818	\$ 3,001,560
<u>Uses of Funds</u>				
Operating Expenses	\$ 90,319	\$ 62,827	\$ 43,569	\$ 196,715
Utilities	29,342	60,679	37,006	127,027
Insurance	52,261	141,124	0	193,385
Contract Services	42,911	72,470	24,488	139,869
Other Services & Expenses	196	65	0	261
Resident Activities	1,148	290	6,479	7,917
Interest Expense	0	0	689,102	689,102
Depreciation Expense	0	0	428,824	428,824
Total operating expenses	\$ 216,177	\$ 337,455	\$ 1,229,467	\$ 1,783,099
Increase in net position	345,415	625,695	247,351	1,218,461
NET POSITION, BEGINNING OF PERIOD	5,143,833	5,489,248	6,114,943	5,143,833
NET POSITION, END OF PERIOD	\$ 5,489,248	\$ 6,114,943	\$ 6,362,294	\$ 6,362,294

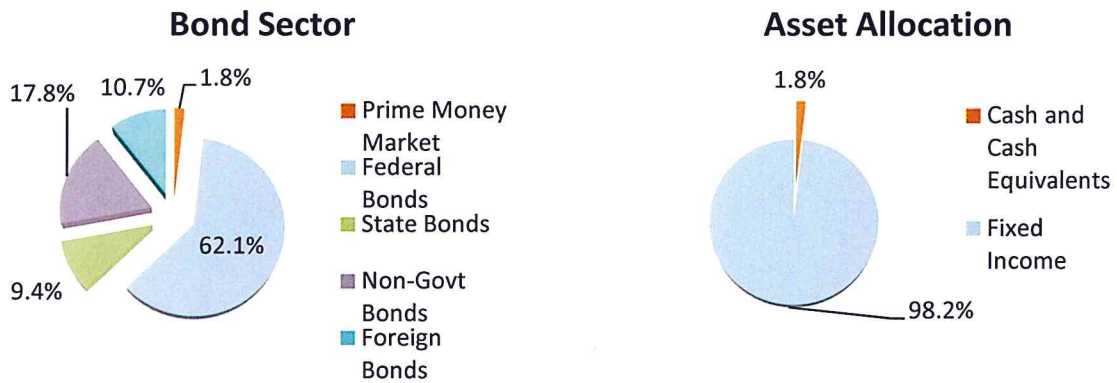
Edison State College Financing Corporation
Executive Investment Summary
Third Quarter Ending 12-31-2013

Investment Strategy

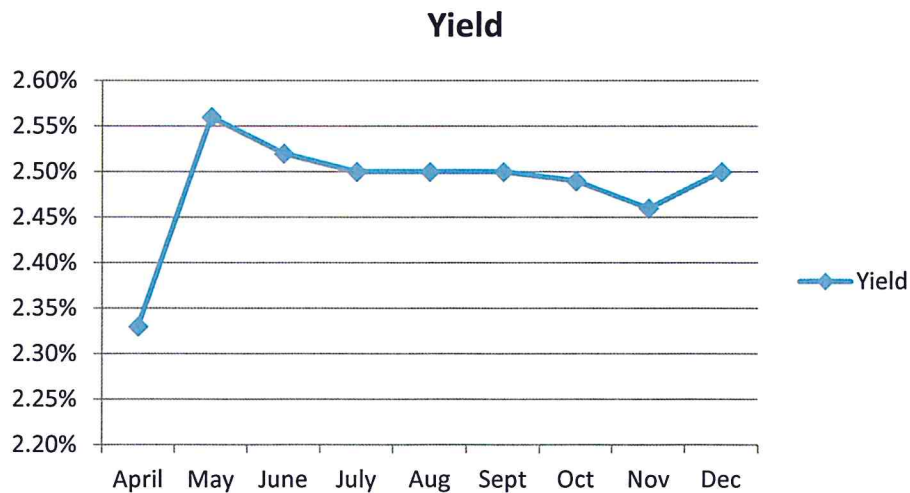
Investments will be limited to U.S. Treasuries, Government agency debt (including Agency mortgage-backed securities), taxable municipal bonds, and corporate bonds with the following portfolio limitations:

- Maximum allocation to taxable municipal bonds shall be 25%.
- Maximum allocation to corporate bonds shall be 25%.
- The minimum allocation to Government agency and agency mortgage-backed securities shall be 50%, with the additional provision that the maximum allocation to agency mortgage-backed securities shall be 20%. The Financing Corporation's policy limits investments to U.S. Treasuries, U.S. Government Agency Bonds, and Corporate Bonds. All investments must be rated AA or better by any of the three rating agencies. The policy prescribes a final maturity of 3.5 years for any single issue.

Investment Allocation



Investment Earnings



As of December 31, 2013 the Financing Corporation Portfolio had a market value of \$5,625,733. Through the third quarter ended December 31, 2013 the Financing Corporation had recorded investment income of \$53,395.