

Arizona State Board for Charter Schools
Financial Subcommittee
September 25, 2013
1616 West Adams Street
Phoenix, Arizona 85007
Suite 170

SUMMARY – SUBCOMMITTEE ACTIONS

Members Present-

Norm Butler, Subcommittee Chair

Mark Anderson

Todd Juhl

All Subcommittee members were present.

Financial Performance Framework

A unanimous Subcommittee:

1. Directed staff to modify the financial framework's Unrestricted Days Cash measure to an Unrestricted Days Liquidity measure that would include the charter holder's unrestricted cash and any available liquidity disclosed in the audit that may include, but not be limited to, lines of credit and to bring the revised document to the full Board for its approval at an upcoming Board meeting.
2. Concluded that for compliance checks conducted as a result of lenders and rating agencies contacting the Board for information on a charter holder, Board staff should continue sharing that the Board has a financial framework, how and when the financial framework is used by the Board, and that charter holders not meeting the Board's financial performance expectations are provided with an opportunity to provide additional information to the Board.
3. Determined that further changes were not required to the Financial Performance Framework and Guidance to address statements made at the Board's August 12, 2013 meeting regarding the framework's use by outside entities, including lenders and rating agencies.