



Minutes

Finance Committee Meeting
Date: March 3, 2011; Time: 8:00AM
Early Learning Coalition Board Room

- Board Attendees:** Yesenia Perkins, Treasurer; Octavio A. Verdeja, Jr. Board Chair
- Staff Attendees:** Evelio Torres (President/CEO); Angelo Parrino; Mercy Castiglione; Leeana Pena; Melody Thelwell; Jose Hernandez; Sandra Gonzalez; Aileen Martinez; Sheila Herrera; Milton Silvera
- General Attendees:** Rick Signori, Miami-Dade County; Edith Humes, Miami-Dade County; Luis Mechoso, Sr. Vice President, Gibraltar Bank; Michael Sontag, Legal Counsel, Gibraltar Bank

I. Welcome and Introductions	Finance Chair
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- Yesenia Perkins, Treasurer, called the meeting to order and welcomed everyone.

II. Approval of Minutes	Finance Chair
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- Treasurer, called for the approval of the meeting minutes for January 2011
 - Motion to approve the minutes was made, seconded and passed unanimously.

III. Financial Statements	Finance Chair
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- Statement of Financial Position: The cash and cash equivalents has a total of \$16,941,00.00 and our total assets are at \$53,279,000.00. No further questions on this page
- Statement of Activities: Reviewed the restricted and unrestricted net assets.
- Supplemental Information: Total expenditures are 5,459,000.00.
- Statement of Financial Expenses were also reviewed by the finance chair.
- Cash flow statement: The cash balance at the end of the period was \$16,941,000.00.
- Supplemental Financial Information: The cash balance as of January 2011 is 16,517,000.00
- Statement of Revenues and Expenditures: Breaking out the School Readiness variance and the VPK variances, the School Readiness is at a negative 4%, our target remaining at 42%. Grant Award Analysis was reviewed.



IV. Resolutions

Finance Chair

Resolution 030211-01 authorizing the President and CEO to negotiate and execute a contract with the University of Miami's Linda Ray Intervention Center as a single source entity to provide coaching, mentoring and education services to teenage parents enrolled within the TAPP program for a total contract amount not to exceed \$100,000.00, subject to approval for legal sufficiency and form.

- o Motion to approve the minutes was made, seconded and passed unanimously.

IV. Informational Items

Finance Chair

Enrollment Discussion: Attrition Rates were discussed by Miami-Dade County.

Snap shots: For Miami-Dade the total actual paid children served year to date as of January 2011 is 27,311. There's an increase of 2,160 children. Our ready pool wait list as of February 2011 is 16,113 children. Under VPK the total actual paid children served is 21,798.

For Monroe the total actual paid children served as of January 2011 is 730. The waitlist is at zero. VPK Children enrolled as of February 2011 is 399.

ELC Banking Discussion:

Luis Mechoso, Sr. Vice President of Gibraltar Bank: First would like to thank the Coalition for this wonderful opportunity. Gibraltar Bank has been working with the Coalition for the past year trying to figure out the best structure for the bank accounts. There has been a shift in banking in the last couple of years and with that said, I'm going to hand the microphone to Michael Sontag who is our legal counselor.

Michael Sontag, Legal Counselor, Gibraltar Bank:

I have reviewed the deposit structure designed by Gibraltar Bank and can confirm that under the existing legal and regulatory arrangement, ELC will have the opportunity to provide 100% full deposit insurance from the Federal Deposit Insurance Corporation (FDIC).

The FDIC covers all deposit accounts, including checking and savings, money market deposits and certificates of deposits.

In the past three years there has been seismic changes in the world of deposit insurance that provides tremendous opportunities for organizations to limit risk. The Dodd-Frank Wall Street Reform and Consumer Protection Act set the standard account insurance maximum at \$250,000.00. More important to the ELC, the FDIC's Board of Directors issued a final rule to implement section 343 of Dodd-Frank which provides for unlimited deposit insurance coverage on non-interest bearing transaction accounts.



By defining ELC's operating School Readiness and VPK accounts as a non-interest bearing, Gibraltar Bank has fully eliminated risk of uninsured funds by using the provisions of the rules passed on November 2010. Every dollar of every deposit in these accounts will be fully insured by the FDIC. As long as the balances do not exceed \$250,000.00 these funds will be fully insured. The ELC will have the opportunity to limit risk by having all of its deposits fully insured by the FDIC. The Finance Chair questioned the use of the interest bearing accounts, does AWI still require the Coalitions to utilize the interest bearing accounts. ELC staff confirmed that the interest bearing accounts are still a mandate.

IV. Meeting Adjourn	Finance Chair
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