

Board of Directors Minutes
February 13, 2014

Meeting called to order @5:37 pm by Ron McKendree
Roll Call: See attachment.

Minutes

Minutes from January 2013 were read and unanimously approved.

Board Report

Tom Flavin informed the board that he will be attending the district audit committee meeting on February 24, 2014 with Madhu and Melissa Arnold (PBA's legal counsel). Barbara Nooney, from his office, along with Jay Sakalo have been busy working with and providing information to Laura Manlove from RSM McGladery. He will report back to the board at the next scheduled meeting.

CEO's Report

Jay Sakalo, PBA's bond attorney, attended a meeting called by the bondholders and their counsel on January 27th at the offices of Bloomberg in Orlando. The discussion revolved around the bond forbearance and restructuring as all parties tried to work towards a resolution. Steve Rivero, in his capacity as the bond trustee, was available via phone. No conclusive decisions were made by the end of this meeting. Jay has been and is actively working with the bondholders along with PBA's team and its CPA office.

As of February 13th PBA has not received a final draft of the audit report from RSM McGladery. Due to the complexity of the bond issue and the need to bring clarification to action plan that PBA has already been following. RSM McGladery requested Jay Sakalo to be available by phone during the audit committee meeting on February 24th. On another note, Melissa is also going to work toward the release of the capital outlay funds. She has started the dialogue with Adam Miller from the Office of School Choice and is following his recommendations.

PBA was awarded a \$5000 grant from Lowes to be used toward the improvement of the elementary school playground. Mrs. Kinsel is coordinating this project and her team will be diligently working during Spring Break to bring this project to fruition.

Old Business

Both Tony Ingoglia and Tom Flavin are actively seeking new members to join the Palm Bay Academy Board.

Meeting adjourned @6:15pm. The next meeting will be scheduled for March 13, 2014 @5:30 p.m.

Ron McKendree, President

Date

Submitted by Ms. Madhu Longani

Approved by President of the Board,

Ron McKendree, Signature