P.A.C.E. INC. BOARD OF DIRECTORS
October Board Meeting
Open MINUTES

MEETING - October 15, 2013
Regular Session

Board Members Present: Mark Sidelnick, Becky Herdt, Dan Mullinix, John Hall, Michelle Raines. Board Members Absent: Lori Cozzi, Augusta Anne Anderson
Other's Attending: Yael Baldwin (Board Candidate), Elizabeth Russell, Juliana Caldwell, Megan Smith

Open Session

Welcome and Introduction of Guests (MS)

Vision Statement: The ArtSpace Charter School community will be a national benchmark in educational excellence through integration of the arts.

Mission Statement: ArtSpace Charter School offers a complete education, through an integrated curriculum centered around the visual and performing arts, utilizing an experiential approach. We believe in a family-centered, cooperative approach to education that encourages parental involvement and community service in order to nurture responsible citizenship.

Acknowledgements: MS – To Josh, Sara Hoeppner and Juliana for their hard work on the video created for Kennedy Center submission. It looks great! To Development for work preparing for and revamping Cabaret. JH – David Novak who has made time out of his very busy schedule to volunteer twice telling stories in 6th grade as well as working with JH to model storytelling project. BH – To Dan, Elizabeth, and Jane for all the hard work getting folks signed up for retirement plan. MR – To 42 participants (up from 11!) in new retirement plan! To Becky Herdt for giving ArtSpace countless hours and excellent know-how. Thank you again, Becky!!!

Public Comment: None

Consent Agenda: (MS)

- Approval of September 17, 2013 open minutes

➢ Motion to approve consent agenda as presented. Motion by JH, 2nd by DM. MOTION PASSED UNANIMOUSLY.

Directors Report – (Elizabeth)

- Questions only regarding Directors Report

- Grant Update:
  - Shade structure. Scott Allred sketched the design (pro bono), 48X24 base fully covered by metal roof. Bid in at $16,500. Robin Allred is leading the charge to fund the differential of $8,500 (Grant is for $8,000). Currently seeking help from Kiwanis.
  - Safety Officer. The grant was submitted to DPI for $46,500 for fulltime officer.

Committee Reports: (clarifying questions only)

- Finance: (DM) Retirement plan update - The funds held by ING have transferred to BB&T. Discussed unexpected fee from third party administrator. Elizabeth is going to verify with prior participants that their participant balances were transferred properly.

➢ Motion to approve September Financial Reports as presented. Motion by BH, 2nd by MR. MOTION PASSED UNANIMOUSLY.

AGENDA PREPARED BY: MARK SIDELNICK, BOARD CHAIR
MINUTES PREPARED BY: MICHELLE RAINES, BOARD SECRETARY
• Development: (MR) Yael to join committee.
• Community Partnerships: (MR)
• Policy:
• Board Development: (MS)
  o Acknowledged Becky's last meeting as a PACE Board Member.
  o Discussed President's Book.
  o Discussed Budget Committee fall and spring meetings with Acadia. Identified
    Board participants as follows: Treasurer, immediate Past-Chair, Chair and Vice
    Chair and, when appropriate, Treasurer-in-Training.
  o Confirmed fall retreat November 2 at UNCA for strategic planning, prioritizing goals,
    3-5-10 year projections

➤ Motion to approve Becky L. Herdt as a member of the PACE Advisory Board as of October 19,
  2013 to June 30, 2014. Motion by MR, 2nd by DM. MOTION PASSED UNANIMOUSLY.

FACE Update: (BH)
• Road closure. Advisory Board member met with DOT. We have a verbal commitment they
  will not stand in our way since we now own the property.
• Modular unit. It was set crooked for sewer reasons. Discussed unexpected delays in the
  initial setup. Access to sewer and water has been obtained. Looking to get security fence
  up. Possible negative property tax implications until 501(c)(3) status is obtained.
• JH requests a reintroduction of FACE to staff.

Other Business: (MS) Presentation of PACE Proclamation (attached) honoring Becky Herdt.

➤ Motion to adjourn. Motion by BH, 2nd by MR. MOTION PASSED UNANIMOUSLY.

ANNOUNCEMENTS/REMINDERS
❖ Tuesday, November 19, 2013 Board Meeting, Time: 6:00
❖ Tuesday, November 12, deadlines:
  o All committee minutes are to be sent to secretary (with copy to the board
    chair) prior to EOB on Tuesday
  o All agenda items must be presented to the Board Chair in email prior to
    EOB Tuesday.
❖ Saturday, November 2, 2013, 9-Noon, Board Retreat at UNCA
Partnership for Art at the Core of Education, Inc.

PROCLAMATION

WHEREAS, PARTNERSHIP FOR ART AT THE CORE OF EDUCATION, Inc. founded ArtSpace Charter School in 2000 and has established the Vision of a public charter school as a national benchmark in educational excellence through the integration of the arts;

WHEREAS, the Mission of ArtSpace Charter School is to offer a complete education, through an integrated curriculum centered around the visual and performing arts, utilizing an experiential approach and in the belief in a family-centered, cooperative approach to education that encourages parental involvement and community service nurtures responsible citizenship;

WHEREAS, ArtSpace models its values in The Four Pillars of Respect, Leadership, Effort, and Service that provide structure and support to ensure that the ArtSpace community will flourish;

WHEREAS, in 2006, ArtSpace Charter School was and is today recognized by the State of North Carolina Department of Public Instruction as a public NC School of Distinction;

WHEREAS, over the course of its history, ArtSpace Charter School serves 47% to 50% economically disadvantaged households whose children consistently attain test scores above state averages;

WHEREAS, Exceptional Children are 17-20% of the student population;

WHEREAS, ArtSpace Charter School is in its Thirteenth Year of Operation successfully integrating the arts — visual and performing — in the Common Core Curriculum of the State of North Carolina to enhance learning and retention;

WHEREAS, ArtSpace Charter School employs an outstanding academic faculty, 100% State licensed, five A+ Fellows, and a multi-faceted Arts Integration Team to support the mission and vision of the school;

WHEREAS, ArtSpace Charter School works to create work for area artists-in-residencies through the North Carolina Arts Council, and the A+ Program;

WHEREAS, ArtSpace Charter School has embarked upon its 2011-13 years with the renewed and successful leadership of Becky Herdt;

NOW, THEREFORE I, Mark Sidelnick, President of the Partnership for Art at the Core of Education Board of Directors, do hereby proclaim:

"Becky Herdt as Past President and Advisor Emeritus"

on Tuesday, October 15, 2013,
in gratitude for devoted service for
- enhancing the school’s financial and academic position in the charter school community;
- establishing a strong foundation for attaining benchmark status and educational excellence;
- the creation of the Foundation for the Arts at the Core of Education, Inc. as the means of support for the school, its property, and programs;
- an unrelenting commitment to bringing together the values of excellence in the arts in our community as a resource for education and as inspiration to students, teachers, and parent-citizens alike;
- development of the board, faculty, artists and the entire ArtSpace parent and supporter community;
- working with the PACE Board to institute the ArtSpace Charter School 401(K) Plan broadening the participation and providing greater security for participating faculty and staff; and,
- leading an innovative, experiential organization for learning that prepares students for the 21st century global community.

IN WITNESS WHEREOF, I have hereunto set my hand and caused the Seal of the Partnership for Art at the Core of Education, Inc., Swannanoa, North Carolina, to be affixed this 15th day of October 2013.

Mark Sidelnick
PACE President
Partnership for Art at the Core of Education, Inc.

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Mark Sidelnick, PACE President
Development Committee: October 08, 2013

Present: Robin Allred, Josh Batenhorst, Michelle Raines, Elizabeth Russell

Need talent show judge from Board. Volunteers? Michelle nominates Mark.

Grant Updates: In August, inquiries and letters of interest were sent to more than a dozen foundations and support organizations. Presently, on deck are a literacy grant from the Mebane Foundation for $7,500 and a grant from Kennedy Center. Two grants are underway to the State Board of Education, DPI for matching funds for a School Resource Officer salary and panic alarm systems. Quotes are due in tomorrow on the security panel, wireless panic alarms, and monthly security monitoring costs.

The Shade Structure planning is well under way. The structure is to be located in northeast corner of the school property to the east of Sherwood Road. The structure itself will consist of a concrete slab that measures 24 X 30 ft. and a metal shed roof (it is required to provide 100% shade to be in compliance with American Dermatological Association requirements in the grant of $8,000); the successful bid is for $16,500. Josh and Robin are planning to approach Kiwanis of Black Mountain with a request. This will be completed in the next few days.

The Annual Fund this year for donors in the ArtSpace immediate and broader support community will roll out during Homecoming around November 9th.

Modular Update: At present, Angela O’Brien, FACE secretary, is arranging for plumbing, electrical, and decking on the modular. The building should be ready for office operations in January and for fundraising activity in Spring 2014. A Grand Opening will be planned on this timeline.

401(k) Update: 42 employees are participating (way up from 11!) most at 6% of salary or greater. The former ING 401K plan closes out today and funds will transfer into the BB&T plan; employee contributions will come at the time of the payroll on October 18. The program will go live on Oct. 25 requiring a 3-month match from PACE of approximately $11,000 during fy13-14. Development Committee acknowledges the incredible board support to offer the plan to its employees and the exceptional loyalty of ACS employees for their participation.

Cabaret: Considering change in venue to streamline our efforts. ISIS in West Asheville, a potential new community partner, offers a facility with space for entertainment, spectators, silent auction, liquor, food, and dinner. All the amenities that are covered by the venue minimums ($3500 for a weekday evening) would free up commissions and percentages of ticket sales that were part of Cabaret in other locations. The event would be self-contained and much less stressful for the ArtSpace staff and volunteers. Nearby and adjacent parking is free. Sheila Cruthird, a parent volunteer experienced in managing auctions, has agreed to co-chair the auction with Robin. The Development Committee is excited about the possibilities for a way to freshen the event and make it novel again.
Building & Campus Improvements
We are making good progress on the Shade Structure (Outdoor Classroom) plans. A survey of the staff gave the Facilities Committee great ideas about how teachers would like to use the structure. We hope to place the structure in the back corner of the property, next to the garden area. We believe a concrete slab is the best flooring surface and a wooden frame with metal roof for the building will be a durable and long-lasting option. We feel the dimensions of 24'x 30' will best meet our needs. We are now in the process of collecting bids for the project. Please see the Grants and Development Committee report for more information.

Important Dates:
October 15  Faculty & Staff Meeting
October 16  Casa Samba Performance (all school)
October 16  Safety Committee Meeting
October 17 & 18  Casa Samba Residency
October 17  Talent Show (K-4)  6:00
October 21  Talent Show (5-8)  6:00
October 23  Quarter II Plans Due
October 22  Curriculum Meetings
October 24  Last Day of 1st Quarter
October 25  Workday
October 28 & 29  Fall Break
October 30  First Day of 2nd Quarter
November 1  Report Cards Distributed
November 4-7  Homecoming Week

Love the art in yourself and not yourself in the art.
Constantin Stanislavski
Community Partnerships Committee: October 08, 2013

Present: Robin Allred, Josh Batenhorst, Michelle Raines, Elizabeth Russell

Discussed Power-On, ISIS, Fence Scapes, Scott Allred's latest contribution, need for trees, bulbs, bus shelter.

Board Development:

Met with Board Candidate and two potential candidates. Also had meeting to discuss sustainable transition plans to provide consistency between board chairs as we move forward. Committee to work on "Book of Presidents" which will house important transitional info that can be passed from chair to chair. Discuss immediate need for new Treasurer candidate.

Policy Committee: September 19, 2013

Policy committee is finalizing a draft revision of the lottery policy to reflect updated NC laws. Other policy items requiring additional research and study were assigned to various committee members and will be addressed and worked on in the months ahead.
<table>
<thead>
<tr>
<th>Education Category</th>
<th>1/1/13 - 9/30/13</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating Revenue</td>
<td>$2,737,885</td>
</tr>
<tr>
<td>Total Revenue</td>
<td>$3,212,632</td>
</tr>
<tr>
<td>General Fund</td>
<td>$3,493,575</td>
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<tr>
<td>Annual Fund</td>
<td>$3,122,156</td>
</tr>
<tr>
<td>Real Estate Donations</td>
<td>$3,000,000</td>
</tr>
<tr>
<td>Other Revenues</td>
<td>$1,114,994</td>
</tr>
</tbody>
</table>

From 9/1/12 to 9/30/12

**Revenues by Category (Condensed)**

**Local Revenue**

<table>
<thead>
<tr>
<th>Education Category</th>
<th>1/1/13 - 9/30/13</th>
</tr>
</thead>
<tbody>
<tr>
<td>Real Estate Donations</td>
<td>$3,000,000</td>
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<tr>
<td>Other Revenues</td>
<td>$567,377</td>
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</table>

**State Revenue**

<table>
<thead>
<tr>
<th>Education Category</th>
<th>1/1/13 - 9/30/13</th>
</tr>
</thead>
<tbody>
<tr>
<td>State General Fund</td>
<td>$2,737,885</td>
</tr>
<tr>
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</tbody>
</table>

**Notes**

- Operating Revenue includes all non-capital expenditures.
- General Fund includes all non-capital expenditures, excluding special funds.
- Annual Fund includes all non-capital expenditures, excluding special funds, for the current fiscal year.
- Real Estate Donations are donations received from real estate entities.
- Other Revenues include all miscellaneous revenues not categorized as described above.
<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
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</thead>
<tbody>
<tr>
<td>Total Expenses</td>
<td></td>
</tr>
<tr>
<td>17. BA Care / Extracurricular</td>
<td></td>
</tr>
<tr>
<td>16. Clubs</td>
<td>$9,370.00</td>
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<tr>
<td>15. Special Programs</td>
<td>$7,370.00</td>
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<tr>
<td>14. Transportation &amp; Travel</td>
<td>$6,210.00</td>
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<tr>
<td>13. Instruction &amp; Food</td>
<td>$7,370.00</td>
</tr>
<tr>
<td>12. Utilities</td>
<td>$7,370.00</td>
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<tr>
<td>11. Faculties</td>
<td>$7,370.00</td>
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<tr>
<td>10. Pupil &amp; District Service</td>
<td>$7,370.00</td>
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<tr>
<td>9. Administrative Services</td>
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<td>8. Facilities</td>
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<td>7. Technology</td>
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<td>6. Contracted Student Services</td>
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<tr>
<td>5. Equipment &amp; Leases</td>
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<td>3. Benefits</td>
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<tr>
<td>Total Local Revenue</td>
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<td>From 8/1/2013 to 9/30/2013</td>
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**Notes:**
- Current MTD
- Budget Activity
- Remaining Budget Activity
- Percent

**ArtSpace Charter School**