

**Minutes from the Board Meeting of the ISLA Affiliated Building Corporation (“ISLA ABC”)
Held on October 8, 2014**

Board Members in Attendees: Andy Babula, Jill Prohofsky, and Kathy Madson
Guests in Attendance: Cindy Monturiol, Natalie Wobbema, Jared Goodwin

The following topics were discussed during this meeting:

1. The final version of the lease (provided by Craig Kepler, Lindquist & Venum) was reviewed and discussed by the board members. A determination was made that a few modifications needed to be made to the version of the lease being reviewed at the meeting and proposed language was agreed upon by the board members. Jill Prohofsky moved/Andy Babula seconded that Ms. Prohofsky be authorized to sign an updated version of the lease, which incorporated the Board approved proposed changes, as part of the closing. Motion was passed. Proposed changes were provided to Mr. Kepler.
2. Discussion on the current status of the efforts associated with closing on the purchase of the property was provided by Ms. Prohofsky. Ms. Prohofsky provided overview of the current status of open items for the various financing entities and the various documents that had been circulated as part of the closing process. It appeared that there were many outstanding documents which needed to be collected by the Illinois Facilities Fund (“IFF”) and that could impact the timing of the proposed closing date.
3. Update by Natalie Wobbema on the preparation of the Form 990 to be filed with the U.S. Internal Revenue Service (“IRS”) by ISLA ABC. Ms. Wobbema had provided an updated version of the Form 990 to be reviewed. The document was reviewed by the Board and approved for signature. Andy Babula accepted the responsibility to sign and submit the Form to the IRS.
4. Update on the status of obtaining (a) property insurance for the building [a closing requirement] and (b) D&O insurance for the ISLA ABC board members was provided by Cindy Monturiol. Ms. Monturiol provided an overview of her efforts to receive quotes from the company currently providing coverage to ISLA together with a variety of other insurance brokers. Ms. Monturiol stated that only 2 brokers of the many she contacted were willing to consider providing insurance coverage to a charter school and that she was actively pursuing information on (i) potential insurance rates and (ii) the timing of coverage being issued from both. Subsequent to her presentation, options were discussed concerning the selection of an insurance broker based on rates and the broker’s ability to issue coverage by the closing date. Ms. Monturiol agreed to continue with her assistance on this matter and would be following up with all of the brokers within the next day. She further agreed to provide updates to the board members by email as additional information became available.
5. Discussion on the outstanding items which ISLA ABC needed to produce as part of the financial due diligence (per the lists provided by the various financing entities) and the possible impact on the timing of the close.
6. Motion was made by Mr. Babula to authorize Ms. Prohofsky to execute the various necessary closing agreements on behalf of the ISLA ABC board. Kathy Madson seconded. Motion was passed.

7. Mr. Babula made a motion to adjourn (seconded by Ms. Prohofsky). Motion was passed.