

**Minutes from the Board Meeting of the ISLA Affiliated Building Corporation (“ISLA ABC”)
Held on November 18, 2013**

Board Members in Attendance: Andy Babula, Jill Prohofsky, and Kathy Madson
No Guests were in Attendance.

The following topics were discussed during this meeting:

1. Motion made by Jill Prohofsky (seconded by Andy Babula) to approve the minutes from the prior meeting held on October 13, 2013. Motion was passed.
2. Discussion on the status of the engagement letter from the Lindquist law firm concerning the preparation and submission of the Form 1023 to the IRS requesting non-profit classification for the ISLA ABC. Motion made by Kathy Madson (seconded by Andy Babula) to sign the engagement letter and begin the process to prepare the Form 1023. Motion was passed.
3. Discussion on the acquisition of funds to be used to pay the Form 1023 filing fee (\$850.00). Jill Prohofsky provided an update concerning the willingness of the ISLA PTO to provide the funds for the submission. Jill had accepted the offer on behalf of the ISLA ABC and was in receipt of a check from the ISLA PTO, made out to the Lindquist law firm, in anticipation that this law firm would be engaged to provide legal support on this matter.
4. Discussion on opening a bank account by ISLA ABC. It was decided that the ISLA ABC would not open a bank account until a decision had been made on the financing vehicle that would be used to purchase the school building.
5. Discussion on the appropriate timing and type of notice to provide CDSC concerning ISLA ABC’s intention to purchase the school building as well as the process to engage CDSC in discussions on the purchase price. The decision was made to review the status of the lease that was not approved by MDE (which contained equity language) and the current lease to determine where price negotiations could begin.
6. Discussion was held on the issue of whether there should be a redefinition of the relationship between the ISLA Board of Directors and the ISLA ABC. Initially, the task force appointed by the ISLA Board of Directors was established to determine if the school building should be purchased. Now that the decision to purchase has been made, the purpose of the original task force has been completed. The decision was made to discuss this matter with the ISLA Board of Directors at its December meeting and that a request be made that Natalie Wobbema remain involved as the lead on financing option discussions given her existing relationships with the various entities involved.
7. Discussion on the proposed timeline of the building acquisition. Jill Prohofsky volunteered to put together a timeline that would outline the major milestones in the process together with anticipated timelines. In addition to the milestone schedules, information on the estimate of fees and reimbursement necessary to complete the transaction would also be provided to the ISLA Board of Directors. Given the ideal timing of acquiring the school building, it was decided that the goal was to have a joint recommendation in place by the end of February 2014 from both the ISLA ABC and the ISLA Board of Directors as to the financing vehicle that

would be used to purchase the building as soon as the IRS grants non-profit status to the ISLA ABC.

8. Motion was made by Jill Prohovsky (seconded by Kathy Madson) to approve a non-discrimination policy for the ISLA ABC. Motion was passed.

9. The meeting was concluded with a recap of the next steps of action that were discussed during the meeting and potential next meeting dates. Motion was made by Kathy Madson (seconded by Andy Babula) to adjourn the meeting. Motion was passed.