

July 29, 2020

VERITAS Finance Committee Minutes

Attendees: Gretchen Bottrill
Lindsay Betzel
Cat Choudary
Ed Ritter (Absent)

Meeting called to discuss pending principal repayment on the VERITAS property loan. The promissory note requires principal repayments of \$7,423.13 beginning in July 2020. The 2020/2021 budget approved in June 2020 by the board did not include these principal payments.

As the Challenge Foundation has been an excellent partner to VERITAS, Ed has suggested that we make 2-3 months of principal payments in good faith before requesting any amendments to the credit agreement. If enrollment achieves current projected levels of 150+ students, VERITAS should have the flexibility to begin to amortize the property loan. As COVID has made forecasting enrollment extremely challenging, Lindsay and Cat suggested that we review the cash flow forecast before a final decision regarding the required principal payments is made.

Gretchen has requested the cash flow forecast from Mark Chudzinski and the Finance Committee plans to reconvene on Friday, July 31st.

We also discussed the addition of Dottie from the Challenge Foundation to the Finance Committee as Lee has now rolled off. As Dottie is taking the lead in the negotiation of the lease of VERITAS' building from CMS we felt this task should be her priority and are recommending that she not be added to the committee at this time.