

FY16 Audit Recommendations & Management Responses (cont'd)

managers, although their fees may exceed the investments they receive. It was noted, that most banks do not currently want to collateralize deposits. There is a shift of portfolios into state and local government bonds.

Mr. Doubler and Ms. Mason left at 3:38 pm.

Mr. Johnson noted that at this time we are unable to provide funding for a risk manager.

Dr. Nicklas joined the meeting at 3:45 pm.

The Audit committee discussed which individuals should be listed on the audit report and it was decided to list the Student Trustee and Board of Trustees that served during the time of the audit or as of June 30, 2016.

Ms. Stonesifer left the meeting at 4:00 pm.

Plan for October 11, 2016
Presentation to Board of Trustees

The Board will be provided a presentation of the audit report at the October 11, 2016, Board meeting.

On a motion by Ms. Watkins seconded by Dr. Burke and on a unanimous voice vote the Audit Committee agreed to recommend the Board approve the audit as presented.

Other Business

None

Adjourn to Closed Session

On a motion by Dr. Burke, seconded by Dr. Borowicz, and on a roll call vote, the Audit Committee adjourned to closed session “for a meeting between internal or external auditor and governmental audit committees, finance committees, and their equivalents, when the discussion involves internal control weaknesses, identification of potential fraud risk areas known or suspected frauds, and fraud interviews conducted in accordance with generally accepted auditing standards of the United States of America.”

Those voting “aye” were: Bobbi Burke, Bob Johnson, and Kathy Watkins.

Closed session began at 4:16 pm.

Bob Johnson, Kathy Watkins, and Bobbi Burke were in attendance at the closed session. Raymond Krouse, Fred Lantz and Carla Paschal from Sikich were invited to stay for closed session.

Resume Open Session

The open session resumed at 4:35 pm.

Adjournment

With no further business coming before the audit committee, Mr. Johnson asked to adjourn the meeting at 4:35 pm. On a motion by Dr. Burke, seconded by Ms. Watkins and on a unanimous vote, the meeting was adjourned.

The next meeting of the audit committee will be scheduled as needed.