

**BLOOMINGTON-NORMAL AIRPORT AUTHORITY  
AUDIT/FINANCE COMMITTEE MEETING REPORT  
THURSDAY, August 22, 2019  
9:30 p.m.**

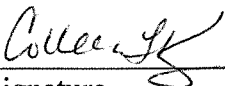
Commissioner Kannaday called the meeting to order at 9:34 p.m. Commissioner Hanson, Executive Director Carl Olson, CFO Paulette Hurd, and Executive Assistant Lynnette Hindman were present along with Megan Cochran and Anna Cadmus from Sikich. A quorum was acknowledged.

The Committee approved the meeting report from the March 25, 2019 meeting.

Ms. Cochran from Sikich went through the final audit report, the single audit and the Auditor's report to the Commissioners. It was noted that the audit team this year was entirely new Sikich staff. The auditors provided an unmodified opinion. There were no findings, no discrepancies or concerns. The Authority implement GASB 75 this year and the financial statements reflect the changes. The Authority generated its 12<sup>th</sup> consecutive year of positive financial results, while the percentage of tax revenue represented in the total General Fund budget declined down to 37%. Ms. Cochran also reviewed the future accounting pronouncements that could have an impact on the Authority going forward. The biggest one is going to be GASB 87 with the change in the reporting of leases. Staff is continuing ongoing research regarding GASB 87. The rule does not take place until April 2021. The auditors did note and recommend the Authority establish a formal physical inventory process. They also recommended a formal purchasing policy, along with a debt management policy. Commissioner Kannaday and Commissioner Hanson thanked Paulette and her team for their work on the audit. A motion was made to present the audit to the full board for their acceptance and filing. The motion was seconded and upon a unanimous vote, the motion carried.

Staff also shared with the Committee information on refinancing/restructuring the PFC bonds. The goals would be to save the tax payers money, to accelerate the maturing of the PFC bonds and to restructure the payment schedule of the bonds to be comfortable with the debt payments, should traffic decrease again. Staff shared several different refinancing/restructuring options.

There being no other business to come before the Committee the meeting adjourned at 10:20 a.m.

  
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Signature

2.27.20  
Date