Audit Committee Meeting Minutes of September 12, 2016

I. CALL TO ORDER AT 11:31 AM

II. ROLL CALL

Present: H. Erhahon, R. Khorasani, M. Castillo, D. Haydon, E. Pinlac

Guest: M. Tillotson, D. Chow

Late: None

Not Present: D. Lagasca, S. Sharma

III. ACTION ITEM - Approval of the Agenda

(MSP) Motion to approve the minutes H. Erhahon, seconded by M. Castillo, motion PASSED.

IV. ACTION ITEM – Approval of the Minutes of February 15th, 2016.

(MSP) Motion to approve the minutes with minor edits by D. Haydon of February 15th, 2016 by H. Erhahon, seconded by D. Haydon, motion PASSED.

V. PUBLIC COMMENT – Public Comment is intended as a time for any member of the public to address the committee on any issues affecting ASI and/or the California State University, East Bay.

No public comment.

VI. NEW BUSINESS

A. DISCUSSION ITEM: 2015-16 Audit Presentation

The Audit Company presents the audit of ASI financial statements.

Mark Tillotson, the representative of the audit company presents the audit for ASI financial statements and folder. The independent audit report, pensions, and post-employment benefits were all provided in the folder. The financial high lights, revenue growth, enrollment growth, ASI no longer have the responsibility to fund the UU activities. Operating expenses increased by $100,000. Net position went from 3.6 million to 4.1 million. The equity for ASI should not be growing; meaning ASI is not spending all the money they had intended to spend. Be aware of the difference between the gap financial statements and the data warehouse. Statement of position, statement of activities and the statement of cash flows are the three basic financial statements. Struggled for post-employment benefits for the past employees. There are $5 million in investments; the investment income is reported to be $23,601. Three different types of investments, level one which are the secure shares that will always rise since they are being traded every day. Level two are not traded on an active market. Level three are unobservable and ASI has no investments that categorize under level 3. CSU investment authority which expands whatever is being invested.
VII. ROUND TABLE REMARKS
   H. Erhahon: Board meeting times resolution.

VIII. ADJOURNMENT AT 12:30PM

Minutes Reviewed by: