

REGULAR MEETING - MINUTES

DATE: March 4, 2014

PLACE: Conference Room
5019 W. Airport Drive
Kincheloe, MI 49788

MEMBERS PRESENT: Earl Kay, Chair
Leisa Mansfield
Don McLean
Jim Moore
Jim Quinnell
Dick Timmer

MEMBERS ABSENT: Richard Brawley
Pat Benoit
Dan Dasho

EDC STAFF PRESENT: Kathy Noel
Paula Adams
Tami Beseau
John Trembl
Jen Fenwick
Tom Ewing

OTHERS PRESENT: Kurt Perron
Erin Marra-Michigan Works
Phillip Wolf –Anderson Tackman & Co.

I. CALL TO ORDER - Meeting was called to order, by Chairman Kay, at 4:15 P.M., with a quorum of the membership in attendance.

PLEDGE OF ALLEGIANCE

II. PRESENTATION OF MINUTES - MOTION by Director McLean supported by Director Moore, approving the minutes of the Regular Meeting of February 4, 2014 as presented. Motion carried.

III. Presentation of Audit by Phil Wolf, C.P.A., Anderson Tackman & Co.
Wolf explained the various sections of the annual audit.

A. The Communication with Those Charged with Governance

B. The Independent Auditor's Report addresses the EDC's financial systems. The opinion is that the financial statements presented fairly, in all material respects, the respective financial positions of the Chippewa County EDC, and the changes in financial position and cash flows thereof for the year ended in accordance with generally accepted accounting principles.

C. The Management's Discussion and Analysis shows that 2013 was a stable year for the Corporation. Wolf gave an overview, financial activity, accounting policies, budgeting and transparency.

D. Basic Financial Statements included graphs (copies attached) showing Net Position, Revenue Comparisons and Revenue Sources & Uses. Net Assets were down a bit due to depreciation. The debt burden is down, the asset ratio is improving. The organization's cost centers and their revenue is cash flowing. The loss is due to devaluation of the assets.

E. The legacy costs associated with employee retirement and benefits were shown to be in good condition. Wolf advised that legacy costs must now be recorded as set out by the Governmental Accounting Standards Board.

IV. PUBLIC COMMENTS - There were no Public Comments offered.

V. MONTHLY REPORTS -

A. Executive Committee - Chairman Kay presented a report on the February 24th meeting:

1. MOTION by Director Timmer supported by Director Quinnell approving the development agreement between the EDC and Winlock for the repair and remediation of building 436. Motion carried.

2. MOTION by Director Timmer supported by Director Quinnell to table a decision on the sale of building 427 to Superior Fabrication. Motion carried.

