

Meeting Minutes
Finance Committee
September 13, 2011

Members in Attendance: Loyd Smith, Bill Cobb, Norty Markham, Earl Foster and Allan Hitchcock

The Committee held a special meeting to review the results of the I.R.S. Audit and our comments are summarized below:

- The Committee wants to commend Earl Foster on the way he has approached the problems of the District and worked to resolve them.
- We reviewed the I.R.S. Form 886-A report in detail. We also spent considerable time reviewing Foster's plan of action as outlined in his memo of September 9, 2011, addressed to the District Board of Directors on the subject of the I.R.S. audit. We concur with his recommendations.
- We suggest the APC and Finance Committee jointly review the employee benefit package at some point so we all understand the total package better as well as the tax implications.
- We recommend that the Finance Committee work with the Finance Department to make sure proper accounting procedures are being followed.

The Committee agreed to waive the 72 hour review period for this particular meeting's minutes.

Norty Markham

Secretary