

**University Enterprises, Inc.**  
**Audit Committee Meeting Minutes**  
**Tuesday, April 18, 2017**  
**Via Teleconference**  
**10:00 a.m.–11:00 a.m.**

Members Present

Via Teleconference: Crystal Ekanayake  
Ryan McGuire  
Steve Perez  
Joy McNulty  
Christy Norton

Members Absent: David Bach

Staff Present: Craig Barth, Chief Financial Officer  
Emily Chu, Controller  
Angie Laguna, Executive Assistant  
Jim Reinhart, Executive Director

Meeting called to order at 10:02 a.m. by Audit Committee Chair Crystal Ekanayake.

Christy Norton reviewed the audit scope, timing and report due dates with the committee. She also reported on the finalized federal and state tax returns.

Joy McNulty discussed audit pronouncements that will impact the 2017/2018 financial statements including GASB 79, 74, and 82.

Joy McNulty shared federal compliance changes such as the compliance supplement and internal controls.

Joy McNulty reviewed pronouncements that will come into effect in fiscal year 2017-18 including GASB 75 and GASB 85.

Other significant changes:

Craig Barth shared with the committee the ongoing discussions of UEI moving away from administering the University Foundation's accounting and tax services. The Foundation is conducting a series of meetings in order to arrive at a final determination.

Jim Reinhart shared that the Vice President for Advancement has announced he is leaving Sacramento State and the search for the new Vice President has already begun.

In addition, UEI is continuing to work with the Chancellor's Office on the McAuliffe Ballpark Project. The submission to the Land Development Review Committee will occur later this month and the meeting will be in early May. The lease on 304 S Street is still in negotiations with the University. Due to budgetary difficulties on the University side, UEI is offering free rent for the first two years of what would be a 12-year lease with an effective date of July 1, 2016. The lease is now a full-service lease instead of triple net and the rent rate per square foot being offered by UEI is approximately 30% below market.

Jim Reinhart acknowledged Crystal Ekanayake's nine years of service on the UEI board and her valued service as chair of the Audit Committee.

Meeting adjourned: 10:30 a.m. (McGuire/Perez)

Respectfully submitted,



Angie Laguna  
Recording Secretary