

Leon County Educational Facilities Authority

Quarterly Meeting Minutes - October 18, 2017

Capital City National Bank, 304 E. Tennessee St.

Members Present: Gary Huff, Tom Proctor, Grace Fletcher, Billy Hilaman, Dennis Bailey, Ramsay Sims

Others present: Bob Kellam, Terry Madigan, Brian Crumbaker, Dennis Fuller, Jeff Barbacci

Chairman Proctor called the meeting to order at 12 Noon

The Authority approved the minutes of the July 20 meeting. Motion by Dennis Bailey, seconded by Grace Fletcher. Passed unanimously.

Jeff Barbacci of the Authority's auditing firm, Thomas, Howell, Ferguson, reported on the recently completed October 1, 2015 to Sept. 30, 2016 audit. For the audit period ending 9/30/2016, there were numerous difficulties in planning and performing the audit. In addition, we performed certain non-attest services, such as assistance with the depreciation schedule, assistance with preparing the financial statements and disclosures, and assistance with the trial balance. The Authority needs someone who can close the books for each month and then for the entire year so the Auditor can launch directly into the audit.

Motion – The Authority should obtain outside (3rd party) accounting and bookkeeping services so the Auditor can launch directly in to the audit at the end of the fiscal year. Moved by Billy Hilaman, seconded by Gary Huff. Passed unanimously.

Ramsay Simms reported on the meeting with the Heritage Grove bond insurer, ACA. He reported the meeting was positive and that ACA is open to working closely and cooperatively to bring a positive outcome to Heritage Grove. The Authority will be sure to involve ACA in the budgeting process. Brian Crumbaker discussed the possible need for a "Joint Defense Agreement" and what that involves. Brian will continue to work with ACA to bring about a more cooperative " and productive relationship.

Tom Proctor reported an "L.O.I. had just been received from Emet Capital Management.

Terry Madigan reported on some of the activities concerning the Heritage Grove construction lawsuit.

Bob Kellam reported on the Sigma Phi Epsilon lawsuit where the fraternity had acquired one of the five "equity" lots (sub-sub leases) but now wanted their money (\$240,000) returned. The Authority has hired Bennett Miller as special counsel on this lawsuit.

Kellam also reported that repair work had begun on the roofs of bldgs. 3,4,5 at Heritage Grove. The work is being funded by a settlement of \$300,000 that came from the mediation.

Elections were held with Tom Proctor being elected Chair and Gary Huff Vice- Chair.

Meeting adjourned at 1:45 pm.