

MINUTES of the FINANCE & RESOURCES COMMITTEE
of the BOARD OF TRUSTEES of VICTORIA COLLEGE
November 26, 2018

√ V. Bland Proctor	Dr. Daniel Cano
√ Luis A. Guerra	√ Catherine McHaney
√ John Zacek	Dr. Josie Rivera
	Ron Walker

STAFF

√ Dr. David Hinds	√ Jennifer Yancey
Mary Ann Rodriguez	

MEDIA

Guests: Keith Blundell, Tracey Bergstrom, Cindy Buchholz, Dr. Edrel Stoneham and Carlos Cascos (Patillo, Brown & Hill)

The Finance & Resources Committee of the Victoria College Board of Trustees met Monday, November 26, 2018 at 3:00 p.m. in the Executive Conference Room – 102A of the Academic Building.

A. Call to Order:

1. Mr. Luis Guerra called the meeting to order at 3:00 p.m. and announced that a quorum of board members was present
2. Dr. David Hinds certified that the agenda had been properly posted per Texas statute.

B. Citizen Communication:

1. The Public was invited to address the board. No public comments at this time.

C. Discussions:

1. Discuss August 31, 2018 Financial Statements

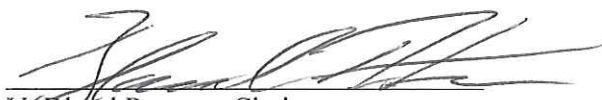
Keith Blundell presented the financial statements for fiscal year-end August 2018, reminding members these were unaudited statements. He discussed the Statement of Net Assets as compared to the same time last year, noting most balances are comparable. He noted cash and investments are \$12.3 million, an increase of \$2 million over 2017. Excess cash continues to be invested in TexPool. There are no long-term investments.

Mr. Blundell then reviewed the Statement of Revenue, Expenses and Net Assets for the unrestricted, federal/state/local, auxiliary and debt service funds, budget adjustments and the Gonzales and ETC construction funds. He compared current year actual to 2017 actual and explained any differences. State appropriations and ad valorem are at 100% of budget. Total revenue is at 104% of budget and 99% compared 2017. Total expenses ended at 99.85% of budget for the fiscal year. Net increase in net assets is \$1,231,240. A summary of the statements will be presented to the full board for consideration at the 4:00 meeting.

2. Discuss the 2017-2018 Audited Financial Statements

Mr. Blundell introduced Mr. Carlos Cascos (partner with Patillo, Brown & Hill) to present the Annual Financial Report. Mr. Cascos noted that the intent of the audit is to issue an opinion on the fairness of the financials. The College again received an Unmodified Opinion, which is the most favorable opinion that can be received. He referred members to the Summary of Auditors' Results in the Schedule of Findings and Questioned Costs (pg. 63). No material weaknesses were identified in compliance, management or internal controls and no finding or questioned costs in federal or state programs were found. Mr. Cascos encouraged members to read the Management Discussion and Analysis. The MD&A provides a narrative introduction, overview and analysis of the financial position and changes in the financial position of the college from the prior year. He then reviewed the Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position noting variances from the prior year statements. All were comparable to the prior year. Mr. Cascos expressed his appreciate to the college staff for their work and assistance before and during the review. Mr. Blundell also expressed his appreciation to the staff, specifically Director of Finance Tracey Bergstrom.

There being no further business, the committee meeting adjourned at 3:41 p.m.



V. Bland Proctor, Chair



John Zacek, Secretary