Mayta called the meeting to order at 4:03 p.m.

Siragusa introduced Angela Miratsky of BKD, LLP to discuss the scope and results of the Comprehensive Annual Financial Report (CAFR) for fiscal year 2012 – 2013. Miratsky thanked Siragusa and the Finance Department, noting that the auditors were provided with everything that they requested in a timely manner.
Miratsky reported that a number of revised standards were included in this year’s audit process. The auditors recommended two minor adjustments to the financial statements as a result of the audit in the following areas: prior year adjustment to fund balance and prior year adjustment to library collections.

Dixon arrived at 4:12 p.m.

Bell arrived at 4:24 p.m.

Howard Barnes arrived at 4:28 p.m.

The auditors determined that only two of the four changes to GASB standards had an impact on the audit of Library finances and that the impact was very minor.

The auditors discussed a minor deficiency noted in the management letter relating to the Library’s segregation of accounting duties. However, the auditors noted that this is a difficult deficiency to correct in a small organization, and the auditors noted that compensating controls have been instituted that reduce the risk of misstatement to an inconsequential level.

The auditors advised management regarding changes to GASB 68 which will affect liability reporting standards as it relates to pension plans. The statement will be effective for the Library in the fiscal year ending June 30, 2015, but retroactive restatement of all prior periods presented will be required so the auditors recommended that the Library begin reviewing these changes prior to their effective date.

The auditors noted the decline in the Build America Bonds subsidy due to Sequestration. Library staff continues to research options for reinvestment of the bonds.

**Motion by J. Kemper to adjourn the meeting. Second by Bell. Approved unanimously.**

The meeting adjourned at 4:34 p.m.

Respectfully submitted,

David Mayta, Chair
Finance and Audit Committee