



Board Committee Report

MEETING DATE: FEBRUARY 24, 2022 **ITEM NUMBER:** 8D(ii)

SUBJECT: Financial Monitoring and Audit Committee

DATE: February 18, 2022

FROM: Directors Kovacevich and Bagneris

PRESENTATION BY: Directors Kovacevich and Bagneris

Purpose:

This committee monitors the organization's financial position and ensures financial controls are in place.

Focus:

- *Monthly financial oversight*
- *Annual budget review*
- *Annual audit process*
- *Participate in the scoring process for key RFPs, including for Carnival Services*

SUMMARY OF COMMITTEE MEETING

- Representatives from the Lance Soll & Lunghard (LSL) audit team met with the committee to walk through the plan for conducting the 2021 financial audit. LSL expects to complete the audit prior to the 2022 OC Fair.
- Staff also discussed the final close for 2021 and will provide final numbers for the Board and public at the February meeting.
- The committee was briefed on 2022 YTD revenue of \$225,638 which was favorable to budget by \$58,688. This was due to higher than projected event rental activity in January.
- Staff indicated that YTD expenses of \$1.7M were also favorable to budget by \$1.56M, mainly due to projected legal services which were not used.
- Operational expenses for January typically exceed revenue for this time of year. However a projected deficit of \$3.1M was actually \$1.48M, a favorable variance of \$1.62M.

- As of January 31, 2022 cash and investments are \$58.7M, an increase of \$18.5M over January 2021.

FOLLOW-UP

The next Financial Monitoring and Audit Committee meeting is 3/18/2022.