

MINUTES OF THE FINANCE/AUDIT COMMITTEE OF THE BOARD OF SUPERVISORS OF THE
GASPARILLA ISLAND BRIDGE AUTHORITY

February 6, 2017

The Finance/Audit Committee Meeting was called to order at 1:00 pm in the GIBA administration building. Committee Members present were Chairman Drew Tucker, Gay Darsie, David Hayes, Bill Klettke, and Ginger Watkins. Randy Hicks, Lee Major and Executive Director Kathy Banson-Verrico were also present.

The first order of business was the approval of the minutes from the November 11, 2014 meeting. **On motion by Darsie and seconded by Watkins the minutes from the November 11, 2014 meeting were unanimously approved.**

The purpose of the meeting was to discuss long term cash flows including a long term debt prepayment policy and future capital expenditures.

Tucker reviewed the cash flow projection spreadsheet which included future excess cash flows being used to prepay the long term debt. The cash flow detailed a cash reserve of \$1M per year with all additional cash flows being used to prepay the long term debt beginning with the STI loan then followed by the SIB loan.

Neither loan has a prepayment penalty clause. The STI loan prepayment requires bank approval of the total to be prepaid each year. The prepayment is applied in the reverse order of maturity. Prepayment of the SIB loan also requires approval. This approval is predicated on the future financial needs of the FDOT bonding office.

On motion by Tucker and seconded by Darsie the committee approved to recommend the Board implement a policy regarding long term debt prepayment. The policy will state that the Finance/Audit Committee will assess the cash flow position and make a recommendation to the Board at the summer quarterly meeting of an approximate amount for prepayment beginning with the STI loan followed by the SIB loan. The payments will be made at the end of the financial year. The motion was unanimously approved.

The committee also discussed future capital expenditures.

With there being no further business the meeting was adjourned.



Drew Tucker, Finance/Audit Committee Chairman