



## Finance Committee Meeting Minutes

May 28, 2020

Zoom

### Present at meeting

**Finance Committee:** James Kloor (President & Treasurer), Cheri Strong (Employee Director), Colin Fiske (Vice President), Kirsten Lindquist (Employee Director), Diane Sharples (Member at Large), David Dahler (Member at Large), Chris Copple (Member at Large), Laura Wright (Secretary), Roger, Leah Stamper

**Missing Committee Members:**

**Staff:** Emily Walter, Barney Doyle, Sean Nolan

**Members:** Kathleen Pelley

### 1. Welcome

Meeting started at 6:05pm by James Kloor.

### 2. Approve February 27, 2020 Finance Committee Minutes

Consensus to approve the February 27, 2020 Finance Committee minutes.

### 3. Union Contract Impacts to Budget – reported by Sean Nolan

We don't foresee any major impacts to the budget. The budget was created with the current contract in mind. As wages increase each year it will have a bigger impact on the budget. The biggest impact this fiscal year will be from COVID-19 and unpredictable sales.

### 4. FY20 Fourth Quarter Financials – reported by Barney Doyle

- The Co-op saw an operational profit for the first time since 2016.
- The committee discussed the joint liability fund with NCG that the Co-op pays into and if the Co-op will now be able to get some of those funds returned.
- There was a discussion around C share and how they should be handled in the future.
- James would like to set up an educational opportunity for the Finance committee to learn more about corporations and capital structure – why the Co-op has C shares.

**Motion:** Accept FY20 fourth quarter financials.

Motion by Colin, 2<sup>nd</sup> from Kirsten, motion passed (10/0/0), all in favor.

### 5. FY20 Audit Update – reported by Barney Doyle

Wegner is looking to schedule the Co-ops audit in early to mid-July. They are not sure if they will travel here due to COVID-19. The Finance Committee should use the opportunity to come up with questions to directly ask Bruce during the audit.

### 6. Approve FY21 Second Quarter C Share Dividend

The committee agreed that 2.65% is a great dividend rate right now and decided not to change it.

### 7. Member Comment on Reports

- The committee likes the format of the financials.

## **8. Set Future FC Meeting Date and Agenda Items**

Next Finance Committee Mtg. - Wednesday, August 26, 6pm (location TBD).

Agenda items:

- Approve FY21 third quarter C share dividend
- Educational Component on capital structure
- Discuss future of C shares
- Audit review
- FY21 Q1 Review

## **9. Meeting Adjourns**

Consensus reached to adjourn the February 27, 2020 meeting at 7:04pm.

### **ACTION ITEMS:**

- Barney will look into the amount of shares escheated to the Co-op annual.
- Barney will find out if the Co-op can be the beneficiary of a members shares.
- James will look into educational piece on capital structure for the finance committee.