

NANTUCKET REGIONAL TRANSIT AUTHORITY  
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**FINANCE AND AUDIT COMMITTEE**

Minutes of the Finance and Audit Committee Meeting of March 15, 2017. The meeting took place in the Training Room of the Nantucket Police Station, 4 Fairgrounds Road, Nantucket, MA 02554. Members of the Board present were: Jim Kelly, Robert DeCosta, Matthew Fee, Rick Atherton, Dawn Hill Holdgate. Absent: Karenlynn Williams. Chairman Kelly opened the meeting at 6:03 p.m.

Approval of Minutes from the March 23, 2016 Meeting. The minutes of the March 23, 2016 meeting were approved by unanimous consent of the Board.

Presentation of FY16 Audited Financial Statement by Bruce Norling, PC. Per 801 CMR 53.00 and MassDOT Policy. The NRTA's auditor Bruce Norling and accountant Tom Thevenin presented the FY16 Audited Financial Statements. Paula Leary, NRTA Administrator left the room for the presentation. Mr. Norling made the following comments to the Board: NRTA is a well run organization, Administrator is required to do what other Administrators do with no staff, always on budget, within available funding, in compliance with OMB, FTA and MassDOT rules and regulations, complies with applicable GASB and FASB, controls are excellent, monthly financial statements are completed and reviewed each month, per MASSDOT NRTA's audit report was best ones reviewed, administrative costs are only 5% of total expenses, has not required RAN in FY15 and FY16 only RTA in that situation, has obtained private funding that RTA's don't have, financial position is good with a net position of \$3.3 million. Mr. Atherton asked why the RAN was reduced to zero, if it was the state or us. Mr. Thevenin responded that it was both, the state with forward funding but the NRTA eliminated it. Mr. Fee asked if the net position goes down over time should we be concerned. Mr. Thevenin responded no because basically that is caused by the amount of capital funding and depreciation. Mr. Fee asked if we effect pension and OPEB. Mr. Norling responded that pension was completely implemented. OPEB is in compliance with current GASB's and that new GASB's will be implemented when effected.

Presentation of FY18 Preliminary Budget. Paula Leary, NRTA Administrator presented the FY18 Preliminary Budget and stated that the budget supports the level of service for the seasonal fixed route and year round demand response service. The budget breakdown is \$1,937,375 in expenses; \$1,033,500 in revenue with local assessment of \$427,600 and state contract assistance of \$476,275 making up the net cost of service. The budget does not include ferry connector service but does include enhancements to the seasonal service.

The meeting was unanimously adjourned at 6:10 p.m.  
Approved: March 22, 2017