

**QUONSET DEVELOPMENT CORPORATION
MEETING OF THE AUDIT-FINANCE COMMITTEE**

OCTOBER 16, 2017

PUBLIC SESSION MINUTES

A meeting of the Audit-Finance Committee of the Quonset Development Corporation (the "Corporation") was held at 2:00 p.m. on Monday, October 16, 2017 at the offices of the Corporation located at 95 Cripe Street, North Kingstown, Rhode Island, pursuant to notice to all members of the Audit-Finance Committee and a public notice of the meeting as required by the Bylaws of the Corporation and applicable Rhode Island Law.

The following directors constituting a quorum were present and participated throughout the meeting as indicated: Guy Asadorian, Jr., Susan Leach DeBlasio, Scot A. Jones and John Justo. Also present were: Steven J. King, P.E., Managing Director and Kevin M. Barry, Finance Director.

1. CALL TO ORDER:

The meeting was called to order at 2:00 p.m. by Mr. Asadorian.

2. APPROVAL OF MINUTES:

A. Upon motion duly made by Mr. Jones and seconded by Ms. DeBlasio, the Committee:

VOTED: To approve the public session minutes of September 18, 2017 as presented.

Voting in favor were: Mr. Asadorian, Ms. DeBlasio, Mr. Jones and Mr. Justo.

Voting Against were: None.

Unanimously Approved.

3. REVIEW FOR RECOMMENDATION TO THE FULL BOARD OF DIRECTORS FOR ADOPTION OF THE FY2019 OPERATION BUDGET:

Mr. Barry, Finance Director, reviewed the proposed FY2019 budget with the Committee (exhibit A). Mr. Barry pointed out that total revenues are expected to increase 5.1% in FY2019 compared to the FY2018 budget. The increase is primarily attributed to rental income which is a conservative estimate and based only on current leases still active during FY2019. A smaller portion of the increase will come from Water and Wastewater sales based on the current rate