

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

**MARCH 20, 2006**

**A meeting of the Audit Finance Committee of the Quonset Development Corporation (the “Corporation”) was held at 4:30 p.m. on Monday, March 20, 2006, at the offices of the Corporation located at 30 Enterprise Drive, 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: Robert Crowley, Barbara Jackson, and John G. Simpson. The following Quonset Development Corporation staff members were also in attendance: Mary C. Lake, CFO, and Kevin Barry, Controller. Mr. Robert Bromley, Senate Fiscal Analyst was also present.**

**1. CALL TO ORDER:**

**The meeting was called to order at 4:37 p.m. by Mr. Crowley.**

**2. APPROVAL OF MINUTES:**

**Upon motion duly made by Mr. Simpson and seconded by Ms. Jackson the Directors:**

**VOTED: To approve the Public Session minutes of the February 13, 2006 meeting, as submitted to the Directors.**

**Voting in favor were: Mr. Crowley, Ms. Jackson and Mr. Simpson.**

**Voting Against were: none**

**Unanimously Approved.**

### **3. REVIEW OF STAFFING:**

**Prior to the discussion of staffing, there was a brief overview of the current financial status of the Agency. Ms. Lake indicated that the Agency remained well ahead of budget due to many factors and that receivables collections were good. It was noted that a full discussion of the 3rd quarter financials would be had at the April Audit-Finance Committee meeting. Mr. Crowley indicated that he would like Ms. Lake to brief the Board at the full meeting regarding the current financial status.**

**Ms. Lake also noted that discussions regarding a potential line of credit for the Agency were pending legal opinions before any banks would be approached again about the possibility of this type of**

**borrowing.**

**The Committee members noted that they had been asked to review the compensation structure of the Agency. After some discussion as to whether or not the Audit-Finance Committee should indeed be the committee for this review, it was noted that the members were comfortable with reviewing the senior level management, namely the CEO, CFO and COO positions only. It was indicated that an outside consultant, perhaps the current audit firm, could be contracted for assistance with these discussions.**

**There being no further business to come before the Committee, upon motion duly made by Mr. Simpson and seconded by Ms. Jackson, the meeting was adjourned at 5:00 p.m.**

**Respectfully submitted:**

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**Mary C. Lake, CFO**