

MINUTES

BEACH SHOPS

AUDIT COMMITTEE

September 5, 2025 – Corporate Conference Room

Members Present:	James Ahumada, Chair Dr. Nancy Dayne	Milton Ordoñez
Staff Present:	Dr. Miles Nevin, Executive Director, Beach Shops and ASI, Inc. Marianne Russo, Board Administrator Andrew Kerr, CFO, Beach Shops and ASI, Inc. Tom Collier, Controller, Beach Shops	
Guest(s):	Bobby LaCour, Aldrich Advisors	

A. Call to Order:

The meeting was called to order at 9.04 a.m. by Chair, James Ahumada

B. Approval of the Agenda: September 5, 2025

Motion to accept the Agenda as presented.

M/S Mr. Ordoñez / Dr. Dayne

By acclamation the Agenda for the meeting of September 5, 2025 was hereby approved as presented.

C. Approval of Minutes: May 23, 2025

Motion to accept the Minutes as presented.

M/S Mr. Ordoñez / Dr. Dayne

By acclamation the minutes of May 23, 2025, were hereby approved as presented.

D. NEW BUSINESS

- **Exit Conference 2024-2025 Fiscal Year End Audit** – Mr. Bobby LaCour reviewed their Audit Report and the Financial Statement documents provided to the committee.
 - While the data is still being finalized, the current version is expected to reflect the final report, pending updates to supplemental schedules
 - They have followed the previously discussed timeline in accordance with the established calendar.
 - Mr. LaCour announced that they were able to render an unmodified opinion which is the highest level of assurance in the audit process.
 - They received the full cooperation of management and staff throughout the audit and were kept informed as to developments and plans affecting their audit scope.

- Corrected and uncorrected misstatements that were included in the packet have already been addressed and were minimal due to the strength of existing accounting processes.
 - The only significant misstatement occurred when better information was made available regarding our CalPERS pension liability.
 - A key highlight of this year's financials is the notable growth and strong performance compared to the prior year.
- Financial Statements Summary
 - Mr. LaCour reported that when reviewing the financial statements, the Beach Shops are in a strong financial position marking a robust recovery from the pandemic and reflecting positively on the organization's resilience and management.

Motion to accept the annual Audit Report as presented

M/S Mr. Ordoñez / Dr. Dayne

By acclamation the Audit Report was hereby approved to recommend to the Board

E. Adjournment

There being no further business, the meeting was adjourned at 9:21 a.m.