

MINUTES OF THE MEETING OF THE  
AUDIT COMMITTEE OF THE BOARD OF DIRECTORS OF THE  
INDIANA ECONOMIC DEVELOPMENT CORPORATION  
JULY 24, 2006

The Audit Committee ("Committee") of the Board of Directors of the Indiana Economic Development Corporation (the "Corporation") met on July 24, 2006, at STAR Financial Bank, 140 E. Carmel Drive, Carmel, Indiana. Present at the meeting were committee members James Marcuccilli, Tim Solso and Mac McCormick. Representing the Corporation were Chad J. Sweeney and Tom Skidmore.

James Marcuccilli, as chairman of the Committee, called the meeting to order. Mr. Marcuccilli noted that a sufficient number of the members of the Committee were present to constitute a quorum.

Mr. Marcuccilli also recognized that the meeting of the Committee was being held in full compliance with the open door and open records laws of the State of Indiana and noted that all postings and other related requirements were observed.

Mr. Marcuccilli then reviewed and presented for approval the minutes from the previous meeting of the Audit Committee, held on December 8, 2005 in West Lafayette, Indiana. Upon motion duly made and seconded, the minutes from the prior meeting were unanimously adopted.

Mr. Marcuccilli then called upon Chad J. Sweeney, as the Chief Financial Officer of the Corporation to present the financial results of the Corporation and the Indiana Economic Development Foundation, Inc, each for the period ended June 30, 2006. Mr. Sweeney summarized the financial information provided to the Committee members in advance of the meeting and the Committee engaged in general discussion regarding the same.

Mr. Sweeney noted that at its last meeting the Committee had asked the staff to provide a draft loan policy for the Committee's review. Mr. Sweeney summarized the proposed loan policy which was provided to the Committee members in advance of the meeting. The Committee suggested that the loan threshold for board approval should be \$100,000. With that change, the loan policy as presented was unanimously approved by the Committee.

The Committee then discussed the proposed internal controls review and the suggested auditors provided to the Committee in advance of the meeting. The Committee asked that the proposed list be revised to include only Indiana-based accounting firms. In addition, the Committee asked the staff to draft a proposed audit scope for the engagement and to circulate the scope to the Committee for review. Finally, the Committee asked the staff to circulate a request for proposal to the proposed audit firms once the scope was reviewed by the Committee.

The staff then updated the Committee on the Corporation's internal audit initiative and discussed with the Committee the hiring of Pat Henn as the head of the internal audit function.

Having no further business, Mr. Marcuccilli asked for a motion to adjourn the meeting of the Committee. Such a motion was made and seconded and upon unanimous vote the Committee meeting was adjourned.

Respectfully submitted,

  
Chad J. Sweeney, Acting Secretary

Approved:

  
James Marcuccilli, Chairman

Attachments:

1. Public Notice of Meeting
2. Meeting Agenda dated July 24, 2006

**NOTICE OF A MEETING OF THE AUDIT COMMITTEE OF THE  
BOARD OF DIRECTORS OF  
THE INDIANA ECONOMIC DEVELOPMENT CORPORATION**

Notice is hereby given that the Audit Committee of the Board of Directors of the Indiana Economic Development Corporation will hold a public meeting on July 24, 2006, at 4:15 p.m., at STAR Financial Bank, 140 E. Carmel Drive, Carmel, Indiana 46032.

## **Indiana Economic Development Corporation Audit Committee Meeting**

**July 24, 2006 (4:15 p.m.)**

- I. Welcome
  - Recognition of Quorum
  - Recognition of Compliance with Open Door Law
  - Approval of Minutes from Prior Meeting
- II. Discussion of June 30, 2006 Financial Information
- III. Report on Items from Prior Meeting
- IV. Discuss IEDC Internal Audit Initiative
- V. Discuss Other Reporting and Review Procedures