Minutes of the Joint Meeting of MNAA and MPC Finance/Administration/Properties Committees



Date:

May 12, 2021

Place:

Nashville International Airport Board Room / Electronic

Meeting

Time:

9:45 a.m.

Committee Members Present:

Amanda Farnsworth, Chair; Bill Freeman, Vice Chair; John

Doerge; and Kevin Crumbo

Committee Members Absent:

Bobby Joslin

Others Present:

Aubrey B. Harwell III; Jimmy Granbery; Joycelyn Stevenson; Nancy Sullivan; Doug Kreulen; Cindy Barnett; Lisa Lankford;

and Angela Edwards

Call to Order

Chair Farnsworth called the meeting of the MNAA and MPC Finance, Administration, and Properties (FAP) Committee to order at 9:43 a.m., pursuant to Public Notice dated May 7, 2021.

II. Approval of Minutes

Chair Farnsworth called for a motion to approve the Minutes of the April 14, 2021 FAP Committee meeting. Commissioner Doerge made a motion and Commissioner Freeman seconded the motion. The motion passed by vote of 4 to 0.

III. Chair's Report

Chair Farnsworth had no Chair's Report.

IV. Items for Approval

None

V. <u>Information Items</u>

A. BNA Concessions Program Update

President Kreulen reported there are 38 concessions either open or in construction. By December 31, 2021, 41-46 units will be open which is approximately 50% of the total number of locations. Currently, staff is waiting on the 2022 and 2023 strategic plan from Fraport.

After questions and discussions, President Kreulen concluded his presentation.

This item was provided for informational purposes only with no action required.

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B. Quarterly Retirement/OPEB/Treasury Investment Reports

Ms. Sharon Sepik, Director, Treasury, briefed the Committee on this item.

For 3QFY21, the Retirement and OPEB plans outperformed the market. As of June 30, 2020, both plans were over

100% funded. Both portfolios had market value increases for 3QFY21.

Total available funds were \$848.3MM, and 99.1% of those funds were invested. Investment earnings were

approximately \$3M for 3QFY21, which is less than 3Q20 due to \$259.9MM Vision spend and lower rates. Staff

remains focused on reviewing investments to try to pick up additional yield in the current low interest rate

environment. Cash in Demand Deposit Accounts (DDA) for 3Q21 was 0.9% of total available funds, which

outperforms the internal goal of 8% maximum in DDA accounts. Ms. Sepik concluded her presentation.

Commissioner Crumbo suggested creating a policy regarding the funding percentage for the Retirement and

OPEB plans and stated he would like to see a staff analysis prepared for such policy. Marge Basrai, CFO, will take

under consideration.

This item was provided for informational purposes only with no action required.

VI. Adjourn

There being no further business brought before the FAP Committee, Chair Farnsworth adjourned the meeting at

10:05 a.m.

William H. Freeman Board Secretary