

**Aztec Shops Audit Committee Report and Minutes  
February 19, 2019 Committee Meeting**

Members Present: Tyler Morgan (Board member and Chair), Valerie Peterson, and John Penrose

Members Absent: Seth Mallios

Others Present: Todd Summer and Heather Hawkins (management representatives), and Rick Wentzel (Grant Thornton audit firm representative)

- I. Tyler Morgan called the meeting to order at 3:28 p.m.
- II. John Penrose moved to approve the September 14, 2018 Audit Committee Meeting Minutes as presented, Valerie Peterson seconded the motion. The committee approved the motion 3-0.
- III. Rick Wentzel, Grant Thornton, reviewed the three-year extension of the audit engagement and the audit fees with the audit committee. Rick explained that the audit fee increase is primarily due to auditor salary increases as the result of the strong demand and competition for accountants. Rick answered all committee member questions and then left the room.
- IV. Heather Hawkins reviewed management's recommendation to extend the audit engagement with Grant Thornton based on its expertise and knowledge, national support, and reasonable fee increase.
- V. John Penrose moved to propose the acceptance of the audit engagement extension to the Board of Directors of Aztec Shops, Ltd., Valerie Peterson seconded the motion. The committee approved the motion 3-0.
- VI. John Penrose moved to adjourn the meeting at 3:45 p.m. Valerie Peterson seconded the motion. The committee approved the motion 3-0.