

**Minutes  
Audit Committee Meeting  
Wednesday April 20, 2011**

The meeting was called to order at 7:06 pm in the Terrace Board Room. In attendance were (Chairman) Bud Mauldin, (members) Frank McCraw, Richard Payne and Kellie O'Connor. In addition, Cam White and Bill Smith (from Finance Committee) and Britt Johnson, Director were also in attendance.

**MINUTES** from the January meeting and the April Special meeting with the outside auditors were presented and approved.

**OLD BUSINESS:**

**\*Review of Audits in Progress:** Bud and Richard indicated that at this time they did not have anything new to report. Frank is still waiting on Kym Sampsell to provide a report for the Member Dues audit.

**\*Meeting with Outside Auditors & follow up:** Cam White discussed at length his concerns about the report. He is not in agreement with how the Balance Sheet is presented and whether the accounts truly have cash reserved in them if we needed to use it. Frank and Richard pointed out that pages 4 and 5 of the audit report already appear to provide most of the fund information Cam wants and Note 4 on page 10 provides the cash information.

No changes to the report were agreed to and the report will remain as it stands for presentation to the BOD on Thursday, April 28.

**\*Report to Board on Outside Audit:** The report is to be presented to the BOD on Thursday, April 28 and Randy Jones will be in attendance to present and answer any questions. Frank agreed to be at the meeting to present report and will provide background about our review and meeting with the auditors on April 5.

**\*Financial Statements:** First quarter 2011 statements should be coming out shortly.

**NEW BUSINESS:**

**\*Future Audit plans:** Did not discuss due to other pending audits.

**\*Internal audit reports format:** Discussed briefly that there should be a uniform format that is used by everyone so that our reports all look the same when submitted.

**\*Other:**

There being no other business, the meeting adjourned at 9:30pm.

Respectfully submitted,

Kellie S. O'Connor