

Chapter 10-09

AUDIT & FINANCE COMMITTEE CHARTER

I. PURPOSE AND OBJECTIVE

The Audit and Finance Committee (A&F) shall meet monthly to review and audit the financial operations of the CWPV HOA and to perform other tasks as required by the Board.

The committee assists the Board in its oversight responsibilities with respect to audit, compliance and the implementation of the financial reporting systems. The committee has been developed to provide input/recommendations to the Board and Management.

II. ORGANIZATION OF COMMITTEE

The A&F Committee is a standing committee consisting of seven (7) members. Due to the unique skills and experience required by committee members, special exemptions for term limits may be requested of the Board.

The Controller and the Board Treasurer, or their designated representatives, will attend the Committee meetings. The committee members should become knowledgeable about the rules, policies and procedures governing the operations of the Homeowners Association.

All Committee members are obligated to sign the Committee's Non-Disclosure Agreement and shall be bound by the terms discussed within.

III. SPECIFIC DUTIES

A. INTERNAL CONTROL

1. Review the implementation of key accounting policies and financial reporting systems as set forth in applicable Board Policies.
2. Review monthly and annual financial reports and report any unusual financial trends or developments to the Controller and the Board.

3. Meet with Management to assist in the preparation of the annual budget prior to submittal to the Board and supply the Board with any pertinent information or recommendations.
4. Meet with the Board and Management to review quarterly budget performance. Reports from these meetings to the Committee shall not include any confidential information as set forth in the Non-Disclosure Agreement.
5. Act in an internal audit capacity to review the implementation of internal, financial control procedures that have been established by the Board or Management.
6. Monitor the Capital Reserve and Asset List annually and report findings to the Board.
7. Provide a year-end summary of accomplishments to the Board.
8. Perform any other task requested by the Board or Management.

B. EXTERNAL AUDIT

1. Receive and review copies of both the narrative report setting forth adjusting entries (if any) and other findings and the financial report prepared by the External Auditor.
2. Coordinate with the Controller assuring that significant findings and recommendations communicated by the External Auditor are acted on appropriately.
3. Submit a report of this effort to the Board and Controller (as appropriate).

IV. ACCESS TO PERSONNEL/INFORMATION

The Committee shall have access to members of Management and any information it needs to carry out its responsibilities working under the auspices and supervision of the Board. Any activity undertaken, by the Committee, involving the daily operations of the HOA shall be coordinated through the CWPV HOA GM. The Committee may request the Board to initiate an internal audit by the Committee or an audit by the External Auditor on any issue falling within the Committee's responsibilities.