

InterAct Canada Audit Review Committee Teleconference

June 28, 2018 - Minutes

Present: Dave Bedford (treasurer and chair of the Audit & Review Committee), Keith Klippenstein (committee member), Sheldon Penner (committee member), Dale Smith (executive director)

The committee teleconference was begun at 3:00 Pacific time by Dave Bedford.

It was noted that Audit and Revue Committee members received copies, on May 31, 2018, of a copy of Dave Dart's report to the board giving an overview of the work conducted and his general conclusion. Also sent to all committee members were documents providing an audited trial balance, recommended adjusting journal entries, the auditor's assessment of internal accounting and financial controls and his "Qualified Opinion" regarding the fair representation of InterAct Ministries of Canada's financial position. Dave Dart's contact information was made available and his availability was noted. (David R. Dart, Dart Bryant Chartered Accountants, 403-230-3764 [office], 403-860-0159 [cell] davedart@dartbryant.com)

The committee reviewed the 2017/2018 draft audited financial statements and recommendations as presented by Dart Bryant. Noted was the completeness of the information presented.

Review was made of the adequacy and effectiveness of InterAct's internal auditing and financial controls. Consideration was given to the adequacy and possible improvement of said controls. A question was raised regarding the apparent discrepancy in the auditor's statements to the board, between Appendix I, Audit Overview, p. 2 (B), *Consideration of the control environment...* and p. 5, #3, *Significant weaknesses in internal controls*. Dale was tasked with seeking clarification from the auditor and to then report back to the committee and board.

Recommend the board approve the finalization of the draft audited financial statements and included notes.

MSC

Motion to adjourn.

Minutes taken by Dale Smith