

IMPOA Audit of 2005 Financial Statement

Background

Two members of the Board of Directors of the Indian Mountain Property Owners Association (IMPOA) audited the draft financial statement prepared by Art Kidnay, Treasurer. The audit was conducted on March 8, 2006. The Audit Committee members were Roger Mattson and Wally Techentien.

Procedure

The audit committee obtained the financial records from the Treasurer and met for two hours to review them. The process followed was to examine every disbursement (check) and every deposit to test whether there was documentation for each item and that they were all duly recorded in the check book and the bank statements. It was a 100% audit, covering all disbursements and deposits. In addition, the committee reviewed each check to assure that no significant items were missing and the amounts of each item were reasonable. The committee also calculated the income and expenses by the categories chosen by the Treasurer in the draft 2005 financial statement.

Findings

The committee found no errors in the checkbook or bank statement. The committee found slight changes were needed in both the income and the expense sections of the draft financial statement. These changes were discussed with the Treasurer, and he accepted them as improvements.

The audit committee and Treasurer agreed that the 2005 financial statement is a true and accurate description of the financial affairs of the Association at the end of 2005. A copy of the statement is attached.

Recommendations

The audit committee found the records to be in good shape and easy to audit. It had no recommendations for improvements.

Financial Results follow on next page.

Item	Actual 2005
Balance	
Checkbook Balance on January 1	\$17,246.79
Income	\$17,465.97
Subtotal	\$34,712.76
Expenses	(\$15,235.25)
Subtotal	\$19,477.51
Checkbook Balance on December 31	\$19,477.51
 Income (as reflected in cleared deposits)	
Dues (various years)	\$11,425.00
Reimbursement of 2003 expense from Rec District	\$0.00
Return of printing reimbursement from Rec District	\$0.00
Sale of Merchandise	\$1,161.00
Dinner income banked during calendar year	\$2,440.00
Advertising Revenue	\$2,425.00
Bank Interest	\$14.97
Income adjustment for year-end balance with check book	\$0.00
Total	\$17,465.97
 Expenses (as reflected in bank statements & receipts)	
Association Insurance	\$0.00
Newsletter Postage	\$1,497.02
Newsletter Printing	\$1,422.18
February Dinner	\$3,291.00
IMPOA.net	\$350.00
Office (Membership)	\$1,369.57
Office (President)	\$36.63
Purchase Merchandise for Sale	\$83.88
Trash removal (includes Memorial Day dumpsters)	\$1,365.00
Association Fees to State of Colorado	\$0.00
Legal	\$625.00
Signage	\$2,168.52
Burn Pit	\$94.90
RV Lot	\$386.96
Frisbee Golf	\$0.00
Neighborhood Watch	\$325.18
Community Support (South Park Symposium, JCCA, etc.)	\$100.00
Ad revenue paid to Recreation District	\$1,212.50
Picnics (Labor & Memorial Days)	\$213.61
Covenants (legal, postage, printing)	\$10.05
Covenant Enforcement Drive-Around	\$600.00
Bank Service Charge	\$0.00
Bank charges for returned checks	\$58.00
Purchase bank checks	\$25.25
Miscellaneous	\$0.00
Total	\$15,235.25