

# Summary of 2013 Auditors' Report

2014 OARC AGM, Los Angeles  
Matt Pounsett

# Excellent Review

- Auditors found no material weakness in DNS-OARC's account practices in 2013

# Recommendations

- In-Kind Donations should be in their own account, to separate them from cash Donations
- Increase in the Allowance for Doubtful Accounts to \$10,000

# General Ledger

- Typically 8-10 “Adjusting Journal Entries” in an average company’s ledger during an audit
- Three AJEs in OARC’s audit of 2013:
  - Two adjustments to the Allowance for Doubtful Accounts
  - Reclassification of a \$50,000 donation of computer equipment as “In-Kind Donation”

# Improvements from 2012

- A small issue with the tracking information printed on some invoices in 2012 was corrected, and no problems were repeated in 2013
- In 2012 a recommendation to add a regular management review of banking records (in addition to accounting's regular review) was adopted. No issues were found with this process in 2013.

Questions?