

Audit Committee

Oral report at spring NABC

Our Auditors from Watkins Uiberall, have completed their audit. Management and the Audit Committee have read and approved the audit draft. The final report will be mailed to the board in the next two weeks. At the summer NABC the board will vote to accept the report. At that meeting, our auditors, Jeffrey Thomason and Daniel Moore, will be available by conference call to answer any of your questions.

After you receive the report, you may direct any questions to me and I will seek an answer.

The auditors also look at the procedures of our business. They did note a problem at the 2012 spring NABC. They noted issues with tournament directors handling large amounts of cash. Management has taken steps to rectify the issue.

Last year the auditors noted an issue with separation of duties. That issue was resolved in 2012. We note that management has been diligent in both drafting policies that should have been in writing and reviewing those that were in place and updating where they felt necessary.

Watkins Uiberall has been our auditor for the past six years. In keeping with the policy which recommends that the outside auditors be retained for no more than five years, we will be seeking bids for next year.

The full audit will be mailed in early April and we will have a conference call with the Auditors at the summer NABC meeting, to answer any questions.

Respectfully submitted,

Audit Committee

Al Levy, chair