

# **Ad Hoc Audit Committee Charter**

## **September 20, 2023**

**Whereas:** Stroemer Inc., SWCA's auditor, has advised SWCA they cannot complete the 2022 audit of SWCA and SWG&CC until the books are reconciled.

**Whereas:** In 2022, Stroemer reconciled the books but this year they want Troon to do the reconciliation.

**Whereas:** All audits from 2018 through 2022 produced clean opinions.

**Whereas:** Troon explained that the issue is primarily an accounting one that causes Inter-fund balances to be out of variance and Stroemer believes this issue can be handled through consolidation.

**Whereas:** SWCA's attorney suggested that an ad-hoc audit committee be formed of residents who are former CFOs and CPA's to look into resolving the issue.

**Resolved:** The SWCA Board voted to form an ad-hoc Audit Committee to look into accounting issues raised by Stroemer.

**Purpose:** The Committee will work with Troon, Stroemer, and other entities as necessary to ascertain what needs to be done and will present their findings and recommendations to the Board of Directors.

### **Composition of the Committee**

1. The chairman of the Committee will be selected by the committee, will be a full-time community resident, and have appropriate accounting experience
2. The Audit Committee will initially be comprised of: Messrs. Dean, Dyer, Fischer, Skala, Smith, Tomoda, & Wright. All of whom have significant experience as CFOs or CPAs.
3. The SWCA president is an ex officio member of the committee

### **Meeting schedule:**

1. The Committee will meet, either in person, telephonically or via zoom, on a scheduled determined by the committee chairman.

### **Methodology**

- 1 Coordinate with Troon accounting to determine best course of action to resolve the situation
- 2 Assist in any way with the reconciliation or any other function as necessary
- 3 Report findings and recommendations to the SWCA Board