

# ARCTEC

ALASKA RAILBELT COOPERATIVE TRANSMISSION & ELECTRIC COMPANY

## RESOLUTION NO. 14-005

### ARCTEC AUDIT REQUIREMENTS

**WHEREAS**, Article X *Amendment*. of the ARCTEC bylaws permits the amendment of the bylaws at any meeting in which a quorum is present provided notice requirements are met; and

**WHEREAS**, Article VII, Section 3, *Accounting System and Reports*. requires an annual audit of its financial statements; and

**WHEREAS**, said audits are expensive and under the current financial situation, reflect little relevance to ARCTEC activities underway; and

**WHEREAS**, until such time as this board shall determine that it is appropriate to resume an annual audit it would be appropriate to discontinue audits in favor of financial statement review services by a CPA; and

**WHEREAS**, the preparation of IRS Form 990 can also be accomplished by staff.

**NOW THEREFORE**, the ARCTEC Board of Directors resolves that:

1. A formal annual audit as required by Article VII, Section 3 of the bylaws is suspended until further notice.
2. This audit will be supplanted by an annual review of the financial statements to be accomplished by a licensed CPA.
3. IRS Form 990 will be accomplished by the CEO.

**PASSED AND APPROVED** by the Board of Directors of ARCTEC this 23<sup>rd</sup> day of October, 2014.

  
DAVID GILLESPIE  
CHAIR

  
EVAN J. GRIFFITH  
CHIEF EXECUTIVE OFFICER

ATTEST:

  
JANET KINCAID  
SECRETARY