



Independent auditor's reports (FY2016 & FY2017)

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PURPOSE

To provide the Commission with the Auditors Reports per Regulation 13 of the IPHC Financial Regulations (Sept. 2014). In addition, the report provides information on past audit costs and recommendation for appointment of the auditor for FY2018.

FY2016 AUDIT REPORT

Due to issues related to the updated financial accounting software and the initial implementation, the audit report was delayed while erroneous FY2016 data was updated (Appendix I). These issues have been resolved and the final data has been submitted to the auditor for review.

The report will be available for distribution and approval either in Session at the AM094, or immediately following for an intersessional decision.

The work of the financial software vendor during the upgrade and roll-out has been unacceptable and a new vendor will be selected this year.

FY2017 AUDIT REPORT

The 2017 audit is scheduled for February 2018 and the report will be available for distribution and approval intersessionally.

APPROVAL OF AUDITOR FOR FY2018 AUDIT AND REPORT

The IPHC Financial Regulations (Section 13.1) requires the IPHC Finance and Administration committee to annually approve the auditor for the subsequent audit and the Commission approve the auditor on a three-year term.

In 2015 at the IPHC Annual Meeting the Commission approved MKD CPAs PPLC (Seattle, WA) as the auditor on a three-year basis beginning with the audit of the FY2015 IPHC financial statements. The cost in FY2016 for the audit and submission of 941 was \$6,950 USD.

RECOMMENDATIONS

That the Commission:

- 1) **NOTE** paper IPHC-2018-AM094-18 which provided the Independent Auditors Reports per Regulation 13 of the IPHC Financial Regulations (Sept. 2014). In addition, the report provides information on past audit costs and recommendation for appointment of the auditor for FY2018.
- 2) **APPROVE** Appendix I, which provides the Commission with the FY2016 audit report.

- 3) **ENDORSE** the re-appointment of MKD CPAs PPLC (Seattle, WA) as the IPHC auditor for the FY2018 audit of the IPHC financial statements.

Appendices

[Appendix I](#): FY2016 Audit Report (**pending**)