

Audit of 2019 Coastal Estates

Reba Fennessy and Carl Miller are not on the Board of Directors, and are not related to any member of the 2020 Board.

They audited the Coastal Estates bank account for 2019, looking at various entries on the check stubs (deposits from owners' checks, checks issued to pay bills, and electronic transfers to Florida Power and Light).

In March, they selected sixteen (16) entries at random from a total of one hundred six (106) entries. The Treasurer was to provide supporting documents (copy of the check, and invoice / receipt) for the selected entries. Twenty four (24) of the entries are electronic transfers to Florida Power and Light for the entrance lights and water pump. The Treasurer has no control over these transfers, so only eighty two (82) applicable entries are handled by the Treasurer (106 total entries – 24 FPL automatic electronic transfers = 82).

So in effect, the sixteen (16) entries they selected were a sample of slightly less than 20% of the applicable entries (82 applicable entries X 20% = 16.4).

On April 24, the auditors checked the supporting documents for the sixteen (16) selected entries. All the entries had proper documents.

Recommendations:

The Association phone should have the monthly bill made out to Coastal Estates, not the President of the Board.

The Association should contact Florida Power & Light about replacing the entrance light with a more powerful one, at FP&L's expense.

Reba Fennessy
Signature

Date: 4/24/2020

Reba Fennessy
Printed name

12
Lot #

Carl Miller
Signature

Date: 4-24-2020

Carl Miller
Printed name

9
Lot #