



Supervisory Committee's Report

Patricia Honeycutt

The Supervisory Committee at San Diego County Credit Union ensures that an independent audit is performed annually and the account balances of the membership are verified. The Committee is also responsible for ensuring adequate policies and procedures exist to adequately protect credit union resources, for providing reasonable assurance that governing regulations and policies and procedures are properly followed, and ensuring that the financial statements reflect the credit union's results of operation. To carry out these responsibilities, the Committee is made up of five volunteer members who independently evaluate the strength and soundness of SDCCU's operations and activities.

The Committee works with internal auditors, the Board of Directors, the President & CEO and employees of SDCCU to ensure that the assets are safeguarded by upholding applicable regulatory policies and procedures. The Supervisory Committee retained the services of McGladrey & Pullen, LLP, a national CPA firm to perform an audit of the credit union's financial statements. The accounting firm of McGladrey & Pullen, LLP, performs an annual audit of the credit union's financial statements to ensure they represent fairly, in all material respects, the financial position and results of operations of San Diego County Credit Union in conformity with U.S. Generally Accepted Accounting Principles.

We wish to express our appreciation to the Board of Directors, management and staff for their continued cooperation.



Chair

