

# **DOCUMENT RETENTION POLICY WESTMORELAND SANCTUARY**

## **ARTICLE I**

### **PURPOSE**

The purposes of this document retention policy are for Westmoreland Sanctuary (the “Sanctuary”) to enhance compliance with applicable law and to promote the proper treatment of the Sanctuary’s official records.

## **ARTICLE II**

### **POLICY**

Section 1. General Guidelines. Records should not be kept if they are no longer needed for the operation of the Sanctuary or required by law. Unnecessary records should be eliminated from the files. The cost of maintaining records is an expense which can grow unreasonably if good housekeeping is not performed. A mass of records also makes it more difficult to find pertinent records.

From time to time, the Board of the Sanctuary may establish retention or destruction policies or schedules for specific categories of records in order to ensure legal compliance, and also to accomplish other objectives, such as preserving intellectual property and cost management. Several categories of documents that warrant special consideration are identified below. While minimum retention periods are established, the retention of the documents identified below and of documents not included in the identified categories should be determined primarily by the application of the general guidelines affecting document retention, as well as the exception for litigation-relevant documents and any other pertinent factors.

Section 2. Exception for Litigation Relevant Documents. The Sanctuary expects all officers, trustees, employees, and volunteers to comply fully with any published records retention or destruction policies and schedules, provided that all officers, trustees, employees, and volunteers should note the following general exception to any stated destruction schedule: If you believe, or the Sanctuary informs you, that any Sanctuary records are relevant to litigation, or potential litigation (i.e., a dispute that could result in litigation), then you must preserve those records until it is determined that the records are no longer needed. That exception supersedes any previously or subsequently established destruction schedule for those records.

Section 3. Minimum Retention Periods for Specific Categories.

(a) Organizational Documents. Organizational records include the all of the Sanctuary’s formation documents and other similar documents.

(b) Tax Records. Tax records include, but may not be limited to, documents concerning payroll, expenses, proof of contributions made by donors, accounting procedures, and other

documents concerning the Sanctuary's revenues. Tax records should be retained for at least seven years from the date of filing the applicable tax return.

(c) Employment Records/Personnel Records. State and federal statutes require the Sanctuary to keep certain recruitment, employment, and personnel information. The Sanctuary should also keep personnel files that reflect performance reviews and any complaints brought against the Sanctuary or individual employees under applicable state and federal statutes. The Sanctuary should also keep in the employee's personnel file all final memoranda and correspondence reflecting performance reviews and actions taken by or against personnel. Employment applications should be retained for three years. Retirement and pension records should be kept permanently. Other employment and personnel records should be retained for seven years.

(d) Board and Board Committee Materials. Meeting minutes should be retained in perpetuity in the Sanctuary's minute book. A clean copy of all other Board and Board Committee materials should be kept for no less than three years by the Sanctuary.

(e) Press Releases/Public Filings. The Sanctuary should retain permanent copies of all press releases and publicly filed documents under the theory that the Sanctuary should have its own copy to test the accuracy of any document a member of the public can theoretically produce against the Sanctuary.

(f) Legal Files. Legal counsel should be consulted to determine the retention period of particular documents, but legal documents should generally be maintained for a period of ten years.

(g) Marketing and Sales Documents. The Sanctuary should keep final copies of marketing and sales documents for the same period of time it keeps other corporate files, generally three years. An exception to the three-year policy may be sales invoices, contracts, leases, licenses, and other legal documentation. These documents should be kept for at least three years beyond the life of the agreement.

(h) Development/Intellectual Property and Trade Secrets. Development documents are often subject to intellectual property protection in their final form (e.g., patents and copyrights). The documents detailing the development process are often also of value to the Sanctuary and are protected as a trade secret where the Sanctuary:

(i) derives independent economic value from the secrecy of the information; and

(ii) has taken affirmative steps to keep the information confidential.

The Sanctuary should keep all documents designated as containing trade secret information for at least the life of the trade secret.

(i) Contracts. Final, execution copies of all contracts entered into by the Sanctuary should be retained. The Sanctuary should retain copies of the final contracts for at least three years beyond the life of the agreement, and longer in the case of publicly filed contracts.

(j) Correspondence. Unless correspondence falls under another category listed elsewhere in this policy, correspondence should generally be saved for two years.

(k) Banking and Accounting. Accounts payable ledgers and schedules should be kept for seven years. Bank reconciliations, bank statements, deposit slips, and checks (unless for important payments and purchases) should be kept for three years. Any inventories of products, materials, and supplies and any invoices should be kept for seven years.

(l) Insurance. Expired insurance policies, insurance records, accident reports, claims, etc. should be kept permanently.

(m) Audit Records. External audit reports should be kept permanently. Internal audit reports should be kept for three years.

Section 4. Electronic Mail. E-mail that needs to be saved should be either:

(i) printed in hard copy and kept in the appropriate file; or

(ii) downloaded to a computer file and kept electronically or on disk as a separate file.

The retention period depends upon the subject matter of the e-mail, as reasonable determined by policies set forth by the Board and as otherwise covered herein.