

Information Item***Joint CSAC and EDFUND Audit Committee*****External Audits Update**

The annual financial statement audits are currently underway by our independent auditors, Perry-Smith. Information about the audits is discussed as part of Tab 2.

The federal auditors from USED Region 9 conducted and completed a limited scope audit of loan program activities during the week of August 7, 2006. The auditors had only one finding which requires the transfer of approximately \$7,000 from the Operating Fund to the Federal Fund for overpayment of Account Maintenance Fees. Staff will brief the Committee on the scope of the audit.

Recommended Action:

No action is required.

Responsible Staff: Diane Manning