

January 12, 2009

SUBJECT: Acceptance of External Audit.

RECOMMENDATION

That the Board of Trustees accept the Fiscal Year 2008 Financial Audit Report.

RELATED BOARD POLICY OR PLANNING PRIORITY

This item is consistent with Board Policy E-4, Organizational Performance Evaluation/Auditing.

RATIONALE

The Board received a draft of the FY 2008 audited financial statements at the December 3, 2008 meeting. No changes have occurred in the information that was presented, although additional material has been added to meet Government Financial Officers Association (GFOA) requirements. The additional material (which is not required to be audited) consists of management's discussion of FY 2008 financial activities, and certain historical schedules.

The audit gives ACC an unqualified ("clean") opinion. An unqualified opinion assures the Board that the financial statements present fairly in all material respects the financial position of the District as of August 31, 2008, and were prepared in conformity with applicable accounting and auditing standards for governmental colleges and universities in the United States.

No Management Letter was issued by the auditors. A Management Letter notifies the Board of any material weaknesses in internal controls, or other matters of concern encountered by the auditors. This is the third consecutive year that ACC did not receive a Management Letter.

The audit was conducted by McConnell & Jones, CPA's, Houston, Texas.

BUDGETARY CONSIDERATION

None

RESOURCE PERSONNEL

Ben Ferrell, Executive Vice President, Finance and Administration
Wayne McConnell, McConnell & Jones, CPA's
Neil Vickers, Associate Vice President, Finance and Budget

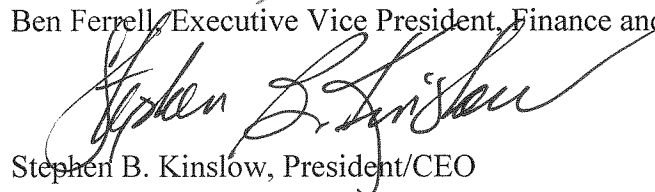
ATTACHMENTS

A: FY 2008 Comprehensive Annual Financial Report (provided under separate cover).

Respectfully Submitted By:



Ben Ferrell, Executive Vice President, Finance and Administration



Stephen B. Kinslow, President/CEO