

MEMORANDUM

To: Banking Committee
From: Board Office
Subject: External Audit Report – Quad-Cities Graduate Study Center
Date: January 7, 2002

Recommended Action: Receive the Quad-Cities Graduate Study Center audit report for the fiscal year ended June 30, 2001.

Executive Summary: Doyle & Keenan, PC of Davenport, Iowa, conducted an audit of the Quad-Cities Graduate Study Center to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

The audit report concluded that the financial statements presented fairly, in all material respects, the financial position of the Quad-Cities Graduate Center as of June 30, 2001 and 2000, and changes in its net assets and its cash flows for the year then ended, in conformity with generally accepted accounting principles.

There were no reported findings.

Background and Analysis: The Quad-Cities Graduate Center is one of three regional study centers that receives state appropriations through the Regents and serves residents of Iowa who are geographically distant from the Regent campuses.

The combined statement of revenues, expenditures, and changes in fund balance for the year ended June 30, 2001, was reported as follows:

Revenues	\$414,439
Expenditures	<u>394,682</u>
Change in Net Assets	\$19,757

The Quad-Cities Graduate Center received \$175,701 (42.4%) of its total revenue from State of Iowa appropriations and \$211,800 (51.1%) from State of Illinois appropriations.
