

**Contact: Patrice Sayre**

**AUDIT OF QUAD-CITIES GRADUATE STUDY CENTER**

**Action Requested:** Receive the Quad-Cities Graduate Study Center external audit report for the fiscal year ended June 30, 2007.

**Executive Summary:** Doyle & Keenan, P.C. of Davenport, Iowa, conducted an audit of the Quad-Cities Graduate Study Center to obtain reasonable assurance about whether the 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 Study Center as of June 30, 2007 and 2006, and changes in its net assets and its cash flows for the years then ended, in conformity with generally accepted accounting principles.

There were no reported findings.

**Background and Analysis:** The Quad-Cities Graduate Study Center is one of three regional study centers that receives state appropriations through the Board of Regents and serves residents of Iowa who are geographically distant from the Regent campuses. It offers graduate degree programs, certificate programs, and continuing professional education courses for working professionals.

The combined statement of revenues, expenditures, and changes in fund balance for the years ended June 30, 2007 and 2006, was reported as follows:

|  | <u>FY 2007</u> |              | <u>FY 2006</u> |              |
|--|----------------|--------------|----------------|--------------|
| <b>Revenues</b>                              |                |              |                |              |
| Board of Higher Education, State of Illinois | \$220,000      | 55.2%        | \$243,000      | 58.2%        |
| Board of Regents, State of Iowa              | 157,144        | 39.5%        | 157,144        | 37.6%        |
| Other  | <u>21,544</u>  | <u>5.3%</u>  | <u>17,436</u>  | <u>4.2%</u>  |
| Total Revenues                               | \$398,688      | 100.0%       | \$417,580      | 100.0%       |
| <b>Expenses</b>                              |                |              |                |              |
| Program Services                             | \$323,955      | 83.0%        | \$331,489      | 82.8%        |
| Supporting Services                          | <u>66,355</u>  | <u>17.0%</u> | <u>69,062</u>  | <u>17.2%</u> |
| Total Expenses                               | \$390,310      | 100.0%       | \$400,551      | 100.0%       |
| Change in Net Assets                         | \$8,378        |              | \$17,029       |              |