

TO: Board of Directors
Region One Education Service Center

SUBJECT: Annual Financial Audit Report

DATE: December 19, 2017

ITEM 5: Action

Background and Significant Issues: The Texas Education Code Section 44.008 mandates that the Board of Directors shall have its Center's fiscal accounts audited annually at the Center's expense by a certified or public accountant holding a permit from the Texas State Board of Public Accountancy. The audit must be completed following the close of the fiscal year. A copy of the annual audit report, approved by the Board shall be filed by the Center with the agency not later than the 150th day after the end of the fiscal year for which the audit was made (January 28, 2018).

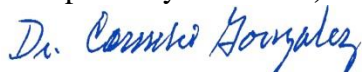
The Center has a contract with Patillo, Brown & Hill for external auditing services for fiscal year ending August 31, 2017. The firm has completed the audit, and a representative will present a formal report of the annual audit for the Board's consideration.

Related Goal(s): To comply with state law and to provide prudent fiscal management of the Center's funds and resources.

Cost and Funding Sources: The cost is \$25,000, and the Business Office budget covers the cost of the audit.

Executive Director's Recommendation: Recommend approval of the Annual Financial Audit as presented.

Respectfully submitted,



Dr. Cornelio Gonzalez
Executive Director

Staff Person(s) Responsible: Connie Lopez, CPA, Deputy Director
Amanda Galvan, Finance Director

Annual Financial Audit Report

Action Taken

_____ made a motion to approve the Annual Financial Audit
as presented.

Seconded by: _____

Vote: _____