

REVENUE BOND - AUXILIARY OPERATIONS, NEBRASKA STATE COLLEGE SYSTEM

POLICY: 9007

Revenue Bonds; Audits

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BOARD POLICY

The Board will solicit proposals and appoint an independent Certified Public Accountant or firm of independent Certified Public Accountants licensed, registered or entitled to practice as such under the laws of the State of Nebraska to undertake an annual examination of the financial records of the State Colleges' revenue bond programs. Within one hundred twenty (120) days of the close of the fiscal year, the Board will cause its records and books of account with respect to the revenue bond facilities, to be audited by the Accountant.

Such audit will show in reasonable detail:

1. the revenue credited to the revenue fund during the year and the deductions and payments made therefrom;
2. the financial statement of the facilities, the funds and accounts established in the bond resolutions;
3. the transactions during the year relating to said funds and accounts;
4. a review of the insurance carried on the facilities;
5. the percentage of occupancy and use of the facilities and the number of students with respect to whom any fees are pledged and charged; and
6. any other matters deemed relevant and necessary by the Accountant to make the audit informative.

The Accountant shall provide a management letter with comments and recommendations arising from the examination to the college administrators and the Board. At a subsequent meeting the Colleges will submit written responses to the Board on the actions taken to correct the problem areas identified in the revenue bond program audit.

Copies of the revenue bond operations audits shall be filed promptly with the System Office by November 1 each year. The Board will take action at a subsequent meeting to accept the reports, after which copies will be distributed by the System Office to the Bond Trustee and to the bondholders or other entities who request the same in writing.

Legal Reference: Section 6.6

State College Revenue Bond Resolutions

Policy Adopted: 3/11/94

Policy Revised: 1/14/14