

## REPORT SUMMARY

### Board of Public Education

This report contains the results of our financial-compliance audit of the Board of Public Education (board) for the two fiscal years ended June 30, 2008. We issued a qualified opinion on the fiscal year 2006-07 and 2007-08 Schedules of Expenditures & Transfers-Out and an unqualified opinion on the other fiscal year 2006-07 and 2007-08 financial schedules contained in this report. The Independent Auditor's Report on page A-3 and the recommendation on page 3 discuss the misstatement on the board's financial schedules. The reader should use caution when relying on the financial information presented and the supporting information on the state's accounting system.

This report contains two recommendations to the board related to compliance with state accounting policies. The prior audit report contained no recommendations to the board.

The listing below serves as a means of summarizing the recommendation contained in the report, the board's response thereto, and a reference to the supporting comments.

#### Recommendation #1

We recommend that the board:

- A. Record expenditures related to rent and payroll in the proper year according to state accounting law and policy.
  - B. Develop and implement controls to properly record expenditures at fiscal year-end. .... 4
- Board Reponse: Concur..... B-3

#### Recommendation #2

- We recommend the board implement procedures for monitoring and testing its internal control procedures. ....4
- Board Reponse: Concur.....B-3