

BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508  
County of Cook and State of Illinois

AUDIT SERVICES AGREEMENT  
ERNST & YOUNG LLP  
OFFICE OF FINANCE  
DISTRICT OFFICE  
(Amend Board Report No. 22661 Adopted 6-7-2001)

THE CHANCELLOR

REPORTS

that the Board approved an agreement with Ernst & Young LLP for the provision of Audit Services for the District for Fiscal Year 2001; and

that there is a need for continued services of Ernst & Young LLP for external audit services for Fiscal Year 2002; these services include auditing City Colleges of Chicago consolidated financial statements, the City Colleges of Chicago Foundation audit, auditing of all grants, preparation of a financial report and audit of City Colleges of Chicago's enrollment report and application form submitted to State Board of Higher Education, preparation of a management report and the provision of services related to compliance with GASB 35 and to the financial system conversion; and

that Ernst & Young LLP proposed to provide external audit services for Fiscal Year 2002; these services include auditing City Colleges of Chicago consolidated financial statements, the City Colleges of Chicago Foundation audit, auditing of all grants, preparation of a financial report and audit of City Colleges of Chicago's enrollment report and application form submitted to State Board of Higher Education, preparation of a management report for \$295,000.00, audit services related to compliance with GASB 35 for \$35,000.00 and audit services related the financial system conversion for \$30,000. The proposed total amount of the audit engagement is \$360,000.00 including expenses.

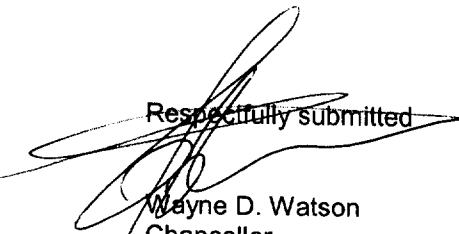
RECOMMENDS

that the Board of Trustees approves an agreement to the Professional Service Agreement with Ernst & Young LLP to provide external audit services for Fiscal Year 2002 in the total amount of \$360,000.00 including expenses, and that the Chairman is authorized to execute any documents pertaining to these services on behalf of the Board.

FINANCE

\$360,000.00 – Audit Fund

Respectfully submitted

  
Wayne D. Watson  
Chancellor

June 6, 2002