

Kentucky Community and Technical College System Board of Regents

Agenda Item: KPMG Forensic Audit

Action Question: Will the Board of Regents Audit Committee request that the Board of Regents accept the KPMG Forensic Audit submitted to KCTCS management on October 31, 2024?

Recommendation: Management recommends that the Kentucky Community and Technical College System (KCTCS) Board of Regents Audit Committee request that the Board of Regents accept the KPMG forensic audit report issued on October 31, 2024.

Rationale: Finding 1 “KCTCS System Office’s Unrestricted Carryforward Balance Is Not Accurately or Transparently Reported to the Board’ from the State Examination conducted by the Auditor of Public Accounts in 2023 recommended KCTCS engage a forensic accounting firm. The recommendation was to conduct further analysis of our historical use of Account 10001 to determine the true nature of the account and whether this account should be reconciled annually. KPMG provided the final comprehensive Forensic Audit Report to management. KPMG will be available to respond to questions from the Audit Committee at its November 26, 2024, meeting.