MINUTES OF THE JUNE 13, 2013 MEETING
OF THE AUDIT COMMITTEE
OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF ALABAMA

The Audit Committee of The Board of Trustees of The University of Alabama met on Thursday, June 13, 2013, in Sellers Auditorium at The University of Alabama. Trustee W. Davis Malone chaired the meeting. Michael A. Bownes served as Secretary.

On roll call, the following Committee members were present:

The Honorable Harris V. Morrissette, Trustee from the First Congressional District

The Honorable Marietta M. Urquhart, Trustee from the First Congressional District

The Honorable W. Davis Malone III, Trustee from the Second Congressional District

The Honorable James W. Wilson III, Trustee from the Third Congressional District

The Honorable John J. McMahon, Jr., Trustee from the Sixth Congressional District

The Honorable Karen P. Brooks, Trustee from the Seventh Congressional District

Other Trustees in attendance:

The Honorable Joseph C. Espy III, Trustee from the Second Congressional District

The Honorable Kenneth L. Vandervoort, Trustee from the Third Congressional District

The Honorable Paul W. Bryant, Jr., President pro tempore and Trustee from the Fourth Congressional District

The Honorable Finis E. St. John IV, Trustee from the Fourth Congressional District
The Honorable Ronald W. Gray, Trustee from 
the Fifth Congressional District

The Honorable William Britt Sexton, Trustee from 
The Fifth Congressional District

The meeting was also attended by Chancellor Robert E. Witt, General Auditor 
Sabrina Hearn, UA President Judy Bonner, UAB President Ray Watts, and UAHuntsville 
President Robert Altenkirch, as well as support staff from the UA System Office, UA, 
UAB, and UAHuntsville.

Kellee Reinhart introduced the press: Katherine Owen from The Crimson White; 
Stephanie Taylor from The Tuscaloosa News; Melissa Brown from Al.com; and Travis 
Leder from WVUA.

Vice Chairman Malone called for a motion to approve the minutes of the 
February 7, 2013, meeting. On motion of Trustee Wilson, seconded by Trustee Urquhart, 
the minutes were approved.

Vice Chairman Malone called on Kevin Kelly, PricewaterhouseCoopers 
Engagement Partner, to present Proposed Fees for External Audit Services for the 2013 
Fiscal Year.

Mr. Kelly said PwC planned for this year’s audit by working with the campus 
financial management teams, the General Auditor, the System Office, and the Chair and 
Vice Chair of the Audit Committee. The product of these procedures is the System Fee 
Proposal presented today along with an attachment that highlights changes that impact 
audit fees.

Chairman Malone called for a motion to approve the resolution. On motion of 
Trustee Wilson, seconded by Trustee Urquhart, the resolution was approved.

RESOLUTION

WHEREAS, The Board of Trustees of The University of Alabama 
has determined that an external audit of the financial statements of the 
Board shall be made annually by independent certified public accountants; and

WHEREAS, the Audit Committee of the Board has been given the 
responsibility of recommending for Board approval the appointment of the 
external auditors; and
WHEREAS, the Audit Committee has recommended Pricewaterhouse-Coopers to serve as external auditors for the fiscal year 2012-2013;

NOW, THEREFORE, BE IT RESOLVED by The Board of Trustees of The University of Alabama that PricewaterhouseCoopers is hereby appointed to perform audits of the financial statements for each of the campuses and the System Office for the fiscal year ending September 30, 2013, and to render opinions thereon, together with the comments and recommendations concerning the internal control and the financial management functions, to be contained in the Management Letter addressed to the Audit Committee of the Board.

BE IT FURTHER RESOLVED that PricewaterhouseCoopers is to perform an audit in compliance with the Office of Management and Budget Circular A-133 and perform other procedures as agreed.

BE IT FURTHER RESOLVED that, in the scheduling of the audit and the publishing of the annual audited financial statements of The University of Alabama System, PricewaterhouseCoopers will work through The University of Alabama System Office. Copies of all Management Letters and Engagement Letters relative to this audit shall be furnished to the Chancellor, the Executive Vice Chancellor for Finance and Operations and the General Auditor.

Trustee Espy asked about the hiring of students from The University of Alabama System. Kevin Kelly responded that PwC hired 40 students in 2011; 50 students in 2012; and 66 students in 2013.

With no other business to come before the Committee, the meeting was adjourned.

Sabrina Hearn
General Auditor

Michael A. Bownes
Secretary of the Board of Trustees