Mr. Mark Bryce  
President  
Eastern Arizona College  
615 North Stadium Avenue  
Thatcher, AZ  85552-0796

Re:  Audit Control Number (ACN): 09-2007-83336  
FAC ACN: 09-2007-89207  
OPE ID: 00107300

Dear Mr. Bryce:

The U.S. Department of Education (Department) has reviewed a single audit report of Eastern Arizona College. This audit report, prepared by the State of Arizona Office of the Auditor General, in accordance with the Office of Management and Budget Circular A-133, covers the period July 1, 2006 through June 30, 2007. This letter advises Eastern Arizona College of the Department’s final audit determination concerning the portions of the audit report that relate to the programs authorized pursuant to Title IV of the Higher Education Act of 1965, as amended, 20 U.S.C. §§ 1070 et seq. (Title IV, HEA programs).

The Department has considered the corrective action plan and/or management’s response provided with the audit report. Eastern Arizona College’s response satisfactorily addressed the auditor’s finding as noted below. Sections .315(b) and .320 (c) of OMB Circular A-133 require you to prepare and submit as part of the reporting package a Summary Schedule of Prior Audit Findings that reports the status of prior audit findings. In preparing that Schedule, you must comment on all actions taken to correct each finding noted in this audit report.

Finding 07-101 has been satisfactorily addressed as described in Eastern Arizona College’s corrective action plan. Therefore, no further action is required for this finding:

Finding number 07-101: Excess Cash Balances Maintained. Eastern Arizona College officials stated in the Corrective Action Plan that the Controller will communicate with the Financial Aid office regarding expected cancellations for the coming month before drawing reimbursement funds. An amount less than the full available reimbursement will be drawn to allow for any expected net cancellations.

U.S. Department of Education, Federal Student Aid, School Participation Team - San Francisco/Seattle  
50 Beale Street, Suite 9800, San Francisco, CA 94105-1863  
www.FederalStudentAid.ed.gov
Eastern Arizona College is advised that repeat findings in future audits or failure to satisfactorily resolve the findings of this audit may lead to an adverse administrative action. An adverse action may include the imposition of a fine, or the limitation, suspension, or termination of the eligibility of the institution pursuant to 34 C.F.R. Part 668, Subpart G.

Program records relating to the period covered by this audit must be retained until the later of: resolution of any loans, claims, or expenditures questioned in the audit, 34 C.F.R. § 668.24(e)(3)(i), or the end of the retention period applicable to the record under 34 C.F.R. §§ 668.24(e)(1) and (e)(2).

Eastern Arizona College’s continued cooperation throughout the audit resolution process is appreciated. If Eastern Arizona College has any questions about this final audit determination, please call Robert Vallas at 415-486-5617.

Sincerely,

[Signature]

Martina Fernandez-Rosario
Team Leader

cc: Ms. Gerry Covert, Financial Aid Director
North Central Association of Colleges and Schools - CIHE, Accrediting Agency
Arizona State Legislature, Licensing Agency