Chairman Victor B. Maddox convened an open session meeting of the Legal Services Corporation’s (“LSC”) Audit Committee (“the Committee”) at 11:32 a.m. on Friday, January 28, 2011. The meeting was held at the Legal Services Corporation, 3333 K Street, N.W., Washington D.C. 20007.

The following Committee members were present:

Victor B. Maddox, Chairman
Harry J.F. Korrell, III
Gloria Valencia-Weber

Other Board Members Present:

Laurie I. Mikva
Martha L. Minow (by telephone)
Julie A. Reiskin

Also attending were:

Victor M. Fortuno President & General Counsel
Patricia Batie Corporate Secretary and FOIA Officer, Office of Legal Affairs
Stephen Barr Media Relations Director, Government Relations and Public Affairs Office
Janet LaBella Director, Office of Program Performance
Ann Carmichael American Bar Association
Thomas Coogan Assistant Inspector General for Investigations, Office of the Inspector General
Joel Gallay Special Assistant to the Inspector General
Dan Sheahan Program Evaluation Analyst, Office of Inspector General
The following summarizes actions taken by, and presentations made to, the Committee:

Chairman Maddox called the open session meeting to order and asked all the Committee members to identify themselves for the record.

**MOTION**

Professor Valencia-Weber moved to approve the agenda. Mr. Korrell seconded the motion.

**VOTE**

The motion passed by voice vote.
MOTION

Mr. Korrell moved to approve the minutes of the October 19, 2010 meeting. Professor Valencia-Weber seconded the motion.

VOTE

The motion passed by voice vote.

Mr. Schanz, Inspector General, Mr. Merryman, Assistant Inspector General for Audits, and Ms. Malik-Dorman, Thompson Cobb, presented a report on the FY 2010 annual financial audit, noting that there were no material weaknesses or significant problems but there were some internal control deficiencies. They answered Committee members’ questions.

Mr. Richardson, Treasurer and Comptroller, presented the review of the IRS Form 990 for FY 2010.

Chairman Maddox moved up Item No. 6 on the agenda. Mr. Schanz asked to defer the IG briefing until the full Board meeting on Saturday. The Committee members had no objections.

Mr. Korrell inquired whether the issue of revising the Audit Committee charter was still a live issue. Chairman Maddox explained that he thought it would better to wait and see if any problems arise necessitating a revision of the charter. Mr. Korrell deferred further discussion of this matter to new business.

Ms. Dickerson presented a report on LSC’s 403(b) plan performance. Ms. Dickerson and Mark Freedman, Senior Assistant General Counsel, Office of Legal Affairs, answered Committee members’ questions.

Mr. Meyer, Director of Office of Information Management, presented a report on the accuracy of grantee data and answered Committee members’ questions.

Chairman Maddox solicited public comment and received none.
In new business, Mr. Korrell returned to the topic of revising the Audit Committee charter, which was first discussed at the October meeting. Chairman Maddox suggested that this matter be put on the Committee’s agenda for an upcoming meeting to review the charter or schedule an informal conference with the OIG and appropriate staff for their comments.

The Committee adjourned into closed session at 12:36 p.m.

I hereby certify that this is a true and correct copy of the minutes adopted by the Legal Services Corporation Board of Directors Audit Committee on April 15, 2011.

Victor M. Fortuno  
Vice President for Legal Affairs,  
General Counsel & Corporate Secretary