

LEGAL SERVICES CORPORATION
BOARD OF DIRECTORS

TELEPHONIC MEETING OF THE
AUDIT COMMITTEE

OPEN SESSION

Thursday, May 22, 2014

3:03 p.m.v

Legal Services Corporation
3333 K Street, N.W.
Washington, D.C. 20007

COMMITTEE MEMBERS PRESENT:

Victor B. Maddox, Chairperson
Harry J.F. Korrell, III
Gloria Valencia-Weber
John G. Levi, ex officio

OTHER BOARD MEMBERS PRESENT:

Sharon L. Browne
Robert J. Grey Jr.
Charles N.W. Keckler
Laurie Mikva
Martha L. Minow
Father Pius Pietrzyk, O.P.

STAFF AND PUBLIC PRESENT IN THE CORPORATION'S OFFICES:

James J. Sandman, President

Lynn Jennings, Vice President for Grants Management

Rebecca Fertig-Cohen, Special Assistant to the
President (by telephone)

Ron Flagg, Vice President for Legal Affairs,
General Counsel, and Corporate Secretary

Katherine Ward, Executive Assistant, Office of Legal
Affairs

David L. Richardson, Comptroller and Treasurer,
Office of Financial and Administrative Services

Jeffrey E. Schanz, Inspector General

Laurie Tarantowicz, Assistant Inspector General and
Legal Counsel, Office of the Inspector General

Joel Gallay, Special Counsel to the Inspector
General, Office of the Inspector General

David Maddox, Assistant Inspector General for
Management and Evaluation, Office of the
Inspector General

Carol A. Bergman, Director, Office of Government
Relations and Public Affairs

Treefa Aziz, Government Affairs Representative,
Office of Government Relations and Public Affairs

Nupur Khullar, Intern, Office of Government Relations
and Public Affairs

Silove Barwari, Intern, Office of Government
Relations and Public Affairs

Lora M. Rath, Deputy Director, Office of Compliance
and Enforcement

C O N T E N T S

OPEN SESSION	PAGE
1. Approval of agenda	(Not done)
2. Briefing on LSC's Form 990 for FY 2013 David Richardson, Treasurer/Comptroller	4
3. Public comment	7
4. Consider and act on other business	7
5. Consider and act on adjournment of meeting	7

Motions: 7

1 PROCEEDINGS

2 (3:03 p.m.)

3 CHAIRMAN MADDOX: I'll call the meeting to
4 order, although I confess I'm not sure I have an agenda
5 for the meeting other than the review of --

6 MR. LEVI: It's on the notice. It's on the
7 notice that was sent the other day. It just is the
8 briefing on the 990.

9 CHAIRMAN MADDOX: Right. That's all I knew
10 of. So if we can have that briefing from management?

11 MR. RICHARDSON: Yes. This is David
12 Richardson. I forwarded to each of you a copy of the
13 Form 990 Monday. I've provided an analysis which
14 tracks the financial statements, which we've already
15 matched to our trial balance in the financial
16 statements. And then we matched the financial
17 statements to the Form 990.

18 I have listed on the worksheet for you where
19 each item is found within the Form 990. We do this
20 each year to show you that we are diligent in following
21 up to make sure that everything is balanced and
22 accounted for.

1 The 990, one of the questions under the new
2 governance parameters that was introduced last year,
3 for that we've provided a full copy of the --

4 MR. LEVI: Someone needs to mute a cell phone.

5 CHAIRMAN MADDOX: There was too much
6 interference here.

7 MR. RICHARDSON: So let me back up just to say
8 that we have done our reconciliations of the records,
9 providing you a copy for review.

10 And I just want you to know that not only has
11 my office reviewed it, Legal Affairs has looked at the
12 governance question in the checklist. We all had a
13 part in writing the comments, the supplemental
14 information. Ron and my office did that. And then of
15 course Jim did a final review before it was sent to
16 you.

17 So if there's any particular questions, I'd be
18 glad to answer them for you. I will say I did have one
19 comment. Paul Snyder is not on the phone, and he has
20 emailed me that he has looked through the information.

21 He has seen that the information from the financial
22 statements, the audited financial statements, do

1 cross-reference into the Form 990.

2 CHAIRMAN MADDOX: David, I didn't have any
3 questions for you. It looked to me like it was solid
4 work and everything was properly reported. So I'm fine
5 with it. I don't know if there's anybody else on the
6 Committee who has questions.

7 (No response.)

8 CHAIRMAN MADDOX: If not, is there anything
9 else that we need to talk about as a Committee?

10 MR. RICHARDSON: There is not.

11 MR. LEVI: Do you need to approve the 990?

12 CHAIRMAN MADDOX: Do we need to refer it to
13 the full Board with a resolution?

14 PRESIDENT SANDMAN: No. This is Jim. Simply,
15 we want to be able to answer yes to the question, was a
16 copy of the 990 provided to the Board before it was
17 filed? But there's no need for further action by the
18 Board.

19 CHAIRMAN MADDOX: Okay. Well, I haven't heard
20 any objection from any Board member or any comments
21 other than those provided by Paul Snyder through David.

22 So unless we need to take a roll call vote of some

1 sort, I'm prepared as the Committee chairman to report
2 that the Committee approved of the Form 990.

3 SO with that, I'll entertain a motion --

4 MR. FLAGG: Vic, this is Ron. The agenda
5 calls for public comment and --

6 MR. LEVI: Public comment and other business.

7 MR. FLAGG: -- consider and act on other
8 business. So you should cover those, please.

9 CHAIRMAN MADDOX: Okay. I couldn't find the
10 agenda. I'm sorry. So is there any public comment?

11 (No response.)

12 CHAIRMAN MADDOX: If not, is there any further
13 business?

14 (No response.)

15 CHAIRMAN MADDOX: If not, I'll entertain a
16 motion to adjourn.

17 M O T I O N

18 PROFESSOR VALENCIA-WEBER: This is Gloria. I
19 move to adjourn.

20 CHAIRMAN MADDOX: And a second?

21 DEAN MINOW: Martha. I second.

22 CHAIRMAN MADDOX: All in favor?

1 (A chorus of ayes.)

2 CHAIRMAN MADDUX: Hearing none, the motion
3 carries and the meeting is adjourned.

4 (Whereupon, at 3:09 p.m., the Committee was
5 adjourned.)

6 * * * * *

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22