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Audit Committee KLA Board Meeting Report – June 7, 2008

The Audit Committee discussed the issue related to reviewing the Blue Book to make sure statements pertaining to our committee align with those of the newly adopted Strategic Plan. Specifically, under section 3.8. STRATEGIC AREA: ORGANIZATIONAL SUPPORT, KLA will use its resources wisely and maintain a flexible structure that promotes broad participation of all members and Sections in order to address priorities 3.3 - 3.6. With respect to the Audit Committee, we are in agreement that this statement is accurate and needs no changes.

Further, the Audit Committee will meet again in June to conduct another audit of the financial condition of the Association. A report will be prepared and submitted at the next Board meeting.

Respectfully submitted,

Rick Brewer, Auditor

Laura Whayne, Assistant Auditor

Debra Oberhausen, Vice President/President-Elect