Chair Downer called the meeting to order at 10:41 a.m.

Minutes of March 11, 2015, Committee Meeting

MOVED by DAKOVICH, SECONDED by HARKIN, to approve the minutes of the March 11, 2015, Committee meeting. MOTION APPROVED UNANIMOUSLY.

State Audit Reports

Chair Downer welcomed Auditor of State Mary Mosiman and Deputy Auditor of State Andy Nielsen.

Auditor of State Mosiman:

- Reported an unmodified/clean opinion for the state of Iowa Comprehensive Annual Financial Report, which means that the financial statements present fairly the financial position of the activities and major funds for FY 2014;
- Said the state of Iowa Single Audit Report contained no instances of noncompliance with the Regents’ portion of federal financial assistance monies;
- Reported that each university received an unmodified/clean opinion on their respective standalone financial statements and said nothing in the internal control reports rose to the level of material weakness;
- Outlined the auditors recommendations for the Report of Recommendations to Iowa State University of Science and Technology on a Review of Selected General and Application Controls over the Student Financial Aid System and the Report on Special Investigation of the University of Northern Iowa International Dance Theatre;
- Discussed encryption and best practices and recommended the Regents institutions develop policies to ensure that all portable devices are encrypted;
- Reminded the Committee that GASB 68 will be implemented by the Regents institutions for the year ended June 30, 2015. The universities’ statements of net position will include a liability for their proportionate share of the IPERS net pension liability for employees that are covered by IPERS. This will be a significant liability for each of the universities; and
- Thanked Regents employees for their cooperation and Chair Downer for his work on the Audit/Compliance and Investment Committee.

The Committee received the reports by GENERAL CONSENT.
Internal Audit Reports
Chief Audit Executive Todd Stewart reviewed the internal audit reports presented this month.

➢ The Committee received the reports by GENERAL CONSENT.

External Audit Reports

IOWA PUBLIC RADIO
CPA Roger Nearmyer reported the FY 2014 Iowa Public Radio (IPR) audit received an unmodified/clean opinion. With respect to internal control over financial reporting laws and regulations, no deficiencies considered to be material weaknesses were identified, nor were there any instances of noncompliance.

REGIONAL STUDY CENTERS
Chief Business Officer Patrice Sayre reported on the Quad-Cities Graduate Study Center and the Siouxland Interstate Metropolitan Planning Council (SIMPCO) audit report, which includes the Tri-State Graduate Center. She said both audits received unmodified/clean opinions and neither had any reported findings.

This is the last year that SIMPCO will include the Tri-State Graduate Center in its audit report since the Tri-State Graduate Center was dissolved, effective August 30, 2013.

The Southwest Iowa Regents Resource Center and the Northwest Iowa Regents Resource Center are both included in the University of Iowa’s financial statements, since the University handles all of its transactions.

➢ The Committee received the reports by GENERAL CONSENT.

Chair Downer adjourned the meeting at 11:02 a.m.

The corresponding docket memorandum for each agenda item, an integral component of the minutes, is available on the Board of Regents website: http://www.regents.iowa.gov/. Copies of these memoranda can also be obtained from the Board Office by calling 515-281-3934.