

Contact: Andrea Anania

MINUTES OF APRIL 20, 2016, COMMITTEE MEETING

**LIED MULTIPURPOSE COMPLEX – COMMUNITY ROOM
IOWA SCHOOL FOR THE DEAF
COUNCIL BLUFFS, IOWA**

Committee Members

Mary Andringa	Milt Dakovich	Katie Mulholland
Sherry Bates	Rachael Johnson	Bruce Rastetter
Patty Cownie (Vice Chair) (absent)	Larry McKibben (Chair)	Subhash Sahai

Others

Mary Mosiman, Auditor of State
Andy Nielsen, Deputy Auditor of State
Roger Nearmyer, Nearmyer and Associates, P.C. (via phone)

Chair McKibben called the meeting to order at 4:15 p.m.

Minutes of February 25, 2016, Committee Meeting

➤ MOVED by JOHNSON, SECONDED by BATES, to approve the minutes of the February 25, 2016, Committee meeting. MOTION APPROVED UNANIMOUSLY.

State Audit Reports

Chair McKibben 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 2015;
- ▶ 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 stand-alone 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 the State University of Iowa on a Review of Selected General and Application Controls over the University's Peoplesoft Human Resources Information System;
- ▶ Outlined the auditors' recommendations for the Report of Recommendations to the State University of Northern Iowa on a Review of Selected General and Application Controls over the University's eBusiness Payroll and Human Resources System;

- ▶ Reminded the Committee that GASB 68 was implemented by the Regents institutions for the year ended June 30, 2015. The universities' statements of net position now include a liability for their proportionate share of the IPERS net pension liability for employees that are covered by IPERS. This was a significant liability for each of the universities and details can be found in their respective financial statements;

GASB 72 will be implemented in FY 2016 and provides more comprehensive information about investments, describing valuation techniques and level of inputs used to value those investments; and

GASB 75 will be implemented in FY 2018 and concerns the statement of net position as to recording liabilities for other post-employment benefits (OPEB). This statement will have a significant effect on liabilities; and

- ▶ Thanked Regents employees for their cooperation and Chair McKibben for his work on the Audit/Compliance and Investment Committee.
- The Committee received the reports by GENERAL CONSENT.

Internal Audit Reports Issued

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, Nearmyer and Associates reported the FY 2015 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.

QUAD-CITIES GRADUATE STUDY CENTER

Chief Business Officer Patrice Sayre reported on the Quad-Cities Graduate Study Center audit report. She said the audit received an unmodified/clean opinion and no findings were reported.

- The Committee received the reports by GENERAL CONSENT.

Chair McKibben adjourned the meeting at 4:25 p.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. Audio of the meeting is also available on the web site.
