

Contact: Andrea Anania

**MINUTES OF FEBRUARY 6, 2013, COMMITTEE MEETING**

**SHERATON HOTEL  
1800 50<sup>TH</sup> STREET  
WEST DES MOINES, IOWA**

**Committee Members**

Jack Evans (Chair)  
Nicole Carroll  
Robert Downer

Ruth Harkin  
Craig Lang (absent)  
David Miles

Katie Mulholland  
Bruce Rastetter  
Hannah Walsh

**Others**

Dan Koraleski, KPMG LLP  
Kent Sewright, Honkamp Krueger & Co.

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Chair Evans called the meeting to order at 11:05 a.m.

**Minutes of December 5, 2012, Telephonic Committee Meeting**

- MOVED by DOWNER, SECONDED by HARKIN, to approve the minutes of the December 5, 2012, Telephonic Committee meeting. MOTION APPROVED UNANIMOUSLY.

**Quality Assurance Review of Regents Internal Audit Function**

Chief Audit Executive Todd Stewart introduced nationally recognized expert and Team Leader Kent Sewright from Honkamp Krueger & Co.

Chief Audit Executive Stewart explained the history and requirement for the Regents to have a quality assurance review performed.

Team Leader Sewright reviewed the report and its findings. He reported that the audit department generally conforms with professional standards in all material respects and explained that it is the highest rating offered in this opinion process.

- The Committee received the review by GENERAL CONSENT.

**Internal Audit Reports Issued**

Chief Audit Executive Todd Stewart summarized the audit reports presented this month.

- The Committee received the reports by GENERAL CONSENT.

**External Audit Reports**

KPMG LLP Partner Dan Koraleski provided an overview of the University of Iowa Hospitals and Clinics audit report and the University of Iowa Health System and subsidiaries audit report.

Dan Koraleski said the UIHC audit had an unqualified opinion, with no internal controls or material weaknesses noted.

In response to Chair Evans, Dan Koraleski explained how KPMG learned of the issues in the Orthopaedic Department and Todd Stewart updated the Committee on the status of the State Auditor's Office audit on the Department. Dan Koraleski also elaborated on UIHC's Medicare and Medicaid reimbursements.

Dan Koraleski reported an unqualified opinion for the UIHSs audit.

- The Committee received the reports by GENERAL CONSENT.

**Money Market Mutual Fund Recommendation**

Chair Evans explained the money market mutual fund investment options recommendation.

- MOVED by MILES, SECONDED by WALSH, to recommend that the Board approve the money market mutual fund recommendation as presented in the memorandum. MOTION APPROVED UNANIMOUSLY.

Chair Evans adjourned the meeting at 11:38 a.m.

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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.