

Contact: Andrea Anania

MINUTES OF AUGUST 3, 2012, COMMITTEE MEETING

**BOARD OF REGENTS, STATE OF IOWA
AUDIT/COMPLIANCE AND INVESTMENT COMMITTEE**

**MAUCKER UNION, OLD CENTRAL BALLROOM, ROOMS A AND B
UNIVERSITY OF NORTHERN IOWA
CEDAR FALLS, IOWA**

Committee Members

Jack Evans (Chair)
Nicole Carroll
Robert Downer

Ruth Harkin
Greta Johnson
Craig Lang

David Miles
Katie Mulholland
Bruce Rastetter

Others

David Vaudt, Auditor of State
Andrew Nielsen, Deputy Auditor of State

Chair Evans called the meeting to order at 10:24 a.m.

Minutes of June 6, 2012, Committee Meeting

- MOVED by CARROLL, SECONDED by DOWNER, to approve the minutes of the June 6, 2012, Committee meeting. MOTION APPROVED UNANIMOUSLY.

FY 2012 State Audit Plan

Chair Evans welcomed Auditor of State David Vaudt and Deputy Auditor of State Andy Nielsen.

Auditor of State Vaudt highlighted the FY 2012 State Audit Plan, reviewed recent accounting changes that have occurred over the last year, covered the anticipated audit approach and scope, discussed timing and staffing, and concluded with comments on hours and fees.

In response to Regent Downer, Auditor of State Vaudt explained how the State Auditor's Office utilizes audits performed by outside parties.

- The Committee received the plan by GENERAL CONSENT.

State Audit Reports

Auditor of State Vaudt said he had previously met with Chair Evans to review the audits in detail. He reported that there were no recommendations for the University of Northern Iowa or the Iowa School for the Deaf. For the remaining audits, he said follow up will be performed this fiscal year to assure corrective actions have been implemented.

- The Committee received the reports by GENERAL CONSENT.

Internal Audit Director Report

Internal Audit Director Todd Stewart summarized the progress reports for FY 2012, the internal audit plans for FY 2013, and the audit reports presented this month.

- The Committee received the report by GENERAL CONSENT.

Iowa Public Radio Audit

Chief Business Officer Patrice Sayre said the financial statements received a clean opinion, however, internal control material weaknesses were cited. She spoke with Iowa Public Radio (IPR) CEO Mary Grace Herrington about the material weaknesses and learned that IPR informed its Board of steps it plans to take to be in compliance with internal controls and that the auditor is satisfied with the corrective actions.

- The Committee received the audit by GENERAL CONSENT.
- MOVED by DOWNER, SECONDED by HARKIN, that the Committee accept the following reports and pass them to the Board for approval:
 - ◆ FY 2012 State Audit Plan;
 - ◆ State Audit Reports;
 - ◆ Internal Audit Director Report; and
 - ◆ Iowa Public Radio Audit;

MOTION APPROVED UNANIMOUSLY.

Chair Evans adjourned the meeting at 10:49 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.