

Contact: Debra Johnston

**MINUTES OF JUNE 1, 2022
AUDIT AND COMPLIANCE COMMITTEE MEETING**

**Levitt Center
University of Iowa**

Committee Members

David Barker (Vice Chair)
Sherry Bates
Nancy Boettger

Abby Crow
Nancy Dunkel (Chair)

Jim Lindenmayer
Michael Richards
Greta Rouse

Others

Ernest Ruben, Deputy Auditor of State
Michelle Meyers – Director, Audit Finance Division, Office of Auditor of State
Debra Johnston, Chief Audit Executive

Chair Dunkel called the meeting to order at 3:22 p.m.

Minutes of the April 6, 2022, Committee Meeting

- By GENERAL CONSENT, the Committee approved the Minutes of the April 6, 2022, Committee Meeting.

State Audit Reports

Ernest Ruben of the Office of Auditor of State presented the available FY 2021 university financial reports and FY 2020 Reports of Recommendation. All financials presented were issued a clean, unmodified opinion. No findings were reported.

The Committee was reminded of Governmental Accounting Standards Board (GASB) Statement 87, which will cause an increase in lease liability for the universities and is now in effect.

In response to a question from Regent Barker, Ruben indicated there is no completion date estimate for the P3 audit the State is conducting. In response to Chair Dunkel's questions, Ruben responded that 1) the Iowa State University Control letter is due 60 days from when the financials were issued, which will be in July, and 2), the State has hired a number of auditing staff in the past six months with more joining in July.

- By GENERAL CONSENT, the Committee received the available State Audit Reports.

Internal Audit Reports Issued

Chief Audit Executive Debra Johnston highlighted three of the original audit reports presented this month and gave an Internal Audit staffing update.

In response to a question from Regent Barker, Johnston indicated that as a result of the UI Machine Shop not wanting to compete with local businesses, there has been a substantial reduction in work. In response to a question from Regent Bates, Johnston responded that as a result of decentralization, it is difficult to manage key access on a broad level across the universities, which is why Internal Audit looks at this issue during individual audits.

- By GENERAL CONSENT, the Committee received the Internal Audit Reports Issued.

MOVED by DUNKEL, and SECONDED by BARKER, to recommend that the Board receive the reports. MOTION APPROVED UNANIMOUSLY.

Chair Dunkel adjourned the meeting at 3:44 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.iowaregents.edu>. 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 website.
