Contact: Chad Sharp

MINUTES OF JUNE 15, 2026 COMMITTEE MEETING

AUDIT AND COMPLIANCE COMMITTEE
LEVITT CENTER FOR UNIVERSITY ADVANCEMENT
UNIVERSITY OF IOWA

Committee Members

Nancy Dunkel, Chair	Present
Steve Lacy, Vice Chair	Present
Peter Cownie	Present
Robert Cramer	Present
Lucy Gipple	Present
Christine Hensley	Present
Greta Rouse	Present
Kurt Tjaden	Present

Also Attending
Chad Sharp, Chief Audit Executive (CAE)

Call to Order
Chair Dunkel called the meeting to order at 3:02 p.m.

Minutes of April 22, 2026 Committee Meeting
- ✓ *The committee approved the April 22, 2026 committee meeting minutes by GENERAL CONSENT.*

Internal Audit Reports Issued
CAE Sharp highlighted two of the five audit reports issued. Sharp also reported continued improvement in audit follow-up activities, noting that management has been implementing corrective action plans more promptly, allowing Internal Audit to verify completion and report results to the Board timelier. The five closed follow-ups presented today averaged approximately one month past due, compared to the average of three months overdue in the prior year and as high as eight months overdue in late 2024. He also highlighted a significant reduction in overdue follow-ups, reflecting a positive overall trend and strong collaboration between management and Internal Audit staff. There are currently six open overdue follow-ups, with five of them recently becoming due since January 2026. The past year's average of open overdue follow-ups was eight, there were 14 open and overdue at the June 2025 meeting.

Sharp reported that 88% of planned audit projects were complete or in progress, compared with 82% at the end of fiscal year 2025 and approximately 70% in fiscal year 2024. Additional audits are expected to begin before the fiscal year concludes.

Sharp also provided an update on the North Liberty Hospital project, stating that Baker Tilly had received the final payment application and expects to present its final report at the September 2026 Board meeting.

In response to questions about the outstanding Office for Civil Rights audit follow-up, Sharp explained that the leadership transition and policy revisions contributed to delays in completing corrective actions. The revised policy has recently been completed through the institutional review process, and remaining actions are expected to be completed by September 2026. While no formal penalties exist for overdue audit findings, unresolved items remain visible in Board materials and are escalated through institutional leadership as needed. UNI President Mark Nook added that an interim director is currently in place, and a permanent director is expected to be hired within the coming months. He noted that, in addition to leadership changes, the policy revisions required significant campus-wide cultural and operational changes, resulting in a longer approval and implementation timeline than originally anticipated. He agreed that implementation of corrective action will be implemented by the September meeting.

✓ *The committee received the Internal Audit Reports Issued by GENERAL CONSENT.*

Adjourn
Chair Dunkel adjourned the meeting at 3:11 p.m.