

Contact: Andrea Anania

**MINUTES OF AUGUST 5, 2010, COMMITTEE MEETING**

**Committee Members**

Jack Evans (Chair)	Michael Gartner	Craig Lang
Bonnie Campbell	Ruth Harkin	David Miles
Robert Downer	Greta Johnson (absent)	Rose Vasquez

Chair Evans called the meeting to order at 9:13 a.m.

**Minutes of June 9, 2010, Committee Meeting**

- MOVED by LANG, SECONDED by DOWNER, to approve the minutes from the June 9, 2010, Committee Meeting. Motion APPROVED unanimously.

**FY 2010 State Audit Plan**

Auditor of State David Vaudt and Deputy Auditor of State Andrew Nielsen appeared before the Committee. Auditor Vaudt provided an overview of recent accounting and auditing changes, scopes and audit approaches, timeline and staffing, and proposed fees for FY 2011.

Regent Downer asked if there was anything that the Board could do to increase efficiency in order to decrease costs. Auditor Vaudt reported that his office and Internal Audit Director Todd Stewart's office rely on each other's work and that management and Director Stewart's staff has been helpful in managing costs. Auditor Vaudt said he will continue to work with them for ways to further reduce audit hours and costs.

Regent Lang asked if the auditor's rate per hour is set in the Iowa Code and noted that it is a fraction of the market rate. Auditor Vaudt responded that there is no profit built into the rate; his office recovers costs only.

- The Committee received the plan by GENERAL CONSENT.

**Internal Audit Director Report**

Internal Audit Director Todd Stewart appeared before the Committee.

◆ **FY 2010 Audit Progress and FY 2011 Internal Audit Plans**

In response to a question from President Pro Tem Evans, Director Stewart elaborated on expertise in the area of information technology.

- MOVED by CAMPBELL, SECONDED by DOWNER, to recommend that the Board receive the progress reports for the universities' FY 2010 audit plans and approve the internal audit plans for FY 2011. MOTION APPROVED UNANIMOUSLY.

◆ **Internal Audit Reports Issued**

- By GENERAL CONSENT, the Committee received the original and follow-up internal audit reports.

**Renewal of Associated Bond Contracts**

- MOVED by CAMPBELL, SECONDED by DOWNER, to recommend that the Board approve the annual renewal of Board of Regents contracts through August 31, 2011, with:
  - ◆ Ahlers & Cooney, P.C. as bond counsel;
  - ◆ Springsted, Inc. as financial advisor; and
  - ◆ Berens-Tate Consulting Group for arbitrage rebate services.

Chair Evans adjourned the meeting at 9:32 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.

**BOARD OF REGENTS  
STATE OF IOWA**

**AUDIT/COMPLIANCE AND INVESTMENT COMMITTEE 1  
OCTOBER 28, 2010  
REVISED**

**Contact: Andrea Anania**