The University of Toledo
Finance and Audit Committee Meeting

“Internal Audit and Compliance Status Update”

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Director of Internal Audit and Chief Compliance Officer

May 11, 2015
FY2015 Internal Audit Plan Progress

28 Projects on Approved Internal Audit and Compliance Plan

Projects Completed
American Language Institute
International Faculty Hiring
NCAA Football Attendance
Research Expenditures
Student Financial Aid
System Penetration Analysis
Academic Performance Program (Athletics)
Compliance (Athletics)
Recruiting Activities (Athletics)
Revenues/Expenses (Athletics)
Access to Medical Records
Clinical Risk Assessment
Department of Pediatrics
Ebola Patient Processing
Health Care Assurance Program
HIPAA Security

Projects Completed (continued)
ICD-10 Preparedness
Internal Medicine
Joint Commission Preparedness
Meaningful Use
Social Media

Projects in Draft Report Phase
Research and Sponsored Programs
Student Experience
Facilities (ADA)

Projects to be Initiated/in Progress
Higher Learning Commission Preparedness
Human Resources/Payroll Process Engineering
Institutional Compliance
Inpatient Physician Charts

Appear to be “on track” for completing the Internal Audit and Compliance plan on time and within budget
As in previous years, the level of coordination between the University and Plante and Moran will be highly coordinated for the FY2015 financial statement audit.

**Internal Audit and Compliance Coordination**
- Student Financial Aid Eligibility
- Information Technology General Controls
- Intercollegiate Athletics Revenues/Expenses
- Reliance on Internal Audit and Compliance Activities/Audit Reports

**Coordination with Administration and the Board**
- Last Week of September: Meet with CFO to discuss findings
- September 30: Meet with President to discuss findings
- October 5: Mail draft financial statements to the Board
- ~ October 12: Meet with Finance and Audit Committee
- October 15: Submit financial statements to State of Ohio
FY2016 Internal Audit Planning/Risk Assessment

- FY2016 audit planning process has begun and is in progress
- UT Internal Audit and Compliance employs a risk assessment planning program
- Input solicited from Finance and Audit Committee; senior leadership; external auditors
- Input to include feedback on risk exposure, new initiatives, strategic plans
- Process and risk universes have been developed using varied sources
- A risk model will be used to “score” all potential processes to be audited
- David will work with the Chief Financial Officer to ensure that there are sufficient resources to audit all high-risk projects
FY2016 Risk Assessment: Observations Thus Far

• Quality of reporting and monitoring procedures across The University
• Evaluating The University’s compliance with applicable laws and regulations at the department level, including healthcare compliance
• Assessing risk at the department level

High-Risk Functional Areas of Interest

• Americans with Disabilities Act ¹
• Intercollegiate Athletics ¹
• Capital Construction ¹
• Clery Act ²
• Departmental Field Reviews ¹
• Financial Aid ¹
• Information Technology ¹
• Purchasing Cards (P-Cards) ¹
• Payroll Processing ²
• Payment Card Industry (PCI) Security ³
• Healthcare Regulatory Compliance ¹
• State Share of Instruction ²
• Student Experience ¹
• Innovation Enterprises ¹
• Process Effectiveness ¹
• Charge Capture ¹
• ICD-10 ³
• Meaningful Use ³
• HIPAA/FERPA/Privacy ¹
• Clinical Process Engineering ³

¹ Annual audit cycle
² Two-year audit cycle
³ Ad hoc/Special/One-time audit work
F&A Committee Discussion on the Audit Process

• AUDIT PLANNING
• AUDIT FIELDWORK / EXECUTION
• AUDIT REPORTING
• COORDINATION BETWEEN THE INTERNAL AND EXTERNAL AUDITORS

1. Are the University’s efforts in the above areas consistent with your (Finance and Audit Committee’s) view?

2. Do we need a course correction?

3. Do you have suggestions or input?