The University of Toledo
Audit Committee Meeting

April 19, 2010
# FY2010 Internal Audit Schedule

## Internal Audit Activity

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<th>KEY RISK AREAS</th>
<th>JUL</th>
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**Legend**

- In Progress
- Completed
- Planned
- Process Improvements
- A - Not included in FY 2010 Audit Plan
- D - Deferred
Internal Audit Project Status

• FY2010 Audits Completed Prior to the Last Audit Committee Meeting
  ➢ Purchase Cards
  ➢ Life Flight Revenue Sharing Agreement

• FY2010 Audits Completed Since the Last Audit Committee Meeting
  ➢ Research Grants
  ➢ Payroll Processing (CSA)
  ➢ Clinical Risk Assessments
  ➢ Information Security
  ➢ NCAA Football Attendance
  ➢ ThyssenKrupp Contract Audit
  ➢ UT Pharmacy

• Audits in Progress
  ➢ Student Financial Aid
  ➢ In-patient Charge Capture
  ➢ IT General Controls
  ➢ Conflict of Interest

• Ongoing Audit Work
  ➢ Anonymous Reporting Line
  ➢ Continuous Control Monitoring

On Track to Complete All FY2010 Audit Projects
On Schedule (June 30, 2010) and within Budget
FY2010 Internal Audit Accomplishments

• Established a risk-based audit plan that addressed high-impact areas in the academic/clinical enterprises and staff support functions

• Implemented a methodology to follow up on prior audit findings

• Recruited/Developed a highly-competent and capable team that have previous experience in higher education, health care, other industries

• Integrated the University Compliance function into Internal Audit

• Engagement of Internal Audit within University Senior Leadership Team

• Leveraged technology within the audit process, and partnered with the IT Department in strategic areas

• Ensured compliance with Institute of Internal Auditors’ Standards
New Internal Audit “Lines of Business”

- Information Technology Audits
- Control Self-Assessments (CSA)
- Commercial Contract Audits
- Continuous Control Monitoring
- Best Practice and Benchmarking Reviews
- Business Process Improvement (BPI) Projects
FY2011 Internal Audit Risk Assessment

- FY2011 audit planning process to begin shortly
- UT Internal Audit employs a risk assessment planning program
- Input solicited from 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 discuss with the Audit Committee those high-risk processes that cannot be audited due to insufficient resources and discuss alternatives
Brian Lutz

Associate Athletics Director -- Compliance
University of Toledo Athletics Compliance

- The National Collegiate Athletic Association (NCAA)
- “Institutional Control” – The NCAA Mandate for Athletics Compliance
- Key Elements in a Compliance Program
- Ongoing Compliance Responsibilities
- Rules Education
- Recent Compliance Initiatives
- Future Plans
June Audit Committee Meeting

• FY2010 Audit Plan Update

• FY2011 Audit Risk Assessment Results

• Presentation from Plante and Moran Discussing the FY2010 External Audit, Based on Coordination/Collaboration with Finance and Internal Audit