



BOARD *of* GOVERNORS

State University System of Florida

The Audit and Compliance Committee: An Overview

Derry Harper, Inspector General and Director of Compliance
March 27, 2013

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State University System of Florida Board of Governors Audit and Compliance Committee Dashboard July 1, 2012 – June 30, 2013

Board Lead: Alan Levine Additional Board Members: Matt Carter, Tom Kuntz, Ned Lautenbach, Ed Morton (VC), Elizabeth Webster		Lead Staff: Derry Harper/Lori Clark Office of the Inspector General and Director of Compliance (OIGC)
Goals and Deliverables	Lead	Planned Completion Date
I. Annual Review of Audit and Compliance Committee Work Plan	Levine	6/18/13
II. Develop and Approve SUS Compliance Program	Morton	TBD
III. Approve Office of the Inspector General and Director of Compliance (OIGC) Policies and Procedures	Lautenbach/Kuntz	6/18/13
IV. Annual Review of OIGC Work Plan	Levine	3/27/13
V. Adopt Procedures for Monitoring University Audit and Compliance Activities	Webster	TBD
VI. Approve Board Office Internal Audit Work Plan	Morton	6/18/13
VII. Accept OIGC Annual Report	Levine/Carter	3/27/13
VIII. Annual Review of AACC and OIGC Charters	Levine	6/18/13



Governing Authorities

- Florida Constitution, Article IX, Section 7
- *Audit and Compliance Committee Charter*
- *Office of the Inspector General and Director of Compliance Charter*
- Section 20.055, Florida Statutes, Agency Inspectors General
- Section 20.155, Florida Statutes, Board Office of Inspector General
- Board of Governors Operating Procedures
- Board of Governors Regulation 1.001, University Board of Trustees Powers and Duties



The Charters

The Audit and Compliance Committee Charter and the Office of the Inspector General and Director of Compliance Charter

- Approved by the Board March 26, 2009 and June 18, 2009 (respectively);
- Articulate the powers and duties of the Board's Audit Committee as well as the Inspector General; and
- Posted to the OIG webpage at <http://www.flbog.edu/about/cod/igoffice.php>



Audit Committee Responsibilities – Board Office

- Oversight of activities related to internal audit, financial controls, compliance and ethics;
- Review of significant accounting and reporting issues and confirmation of appropriate management responses;
- Review of risk assessment methodologies and risk management policies;
- Assessment of the effectiveness of the internal control system;
- Review and confirmation of appropriate management response to reports of significant audit-or compliance-related findings and recommendations.



Audit Committee Responsibilities – State University System

- Act as a liaison with the Audit Committees of university boards of trustees;
- Receive and review university audit reports;
- Identify trends in such reports and confirm adverse trends are addressed by universities;
- The Board of Governors, through the Audit Committee, has the authority to direct the IG to conduct an investigation if there is reasonable cause to believe a university board of trustees is unable or unwilling to do so.



Audit Committee Responsibilities – State University System

- Initiate inquiries if it has reasonable cause to believe a university is not responding appropriately to significant audit findings; and
- Work collaboratively with universities to develop resources to support sound audit and financial compliance practices.



OIGC Responsibilities

The Inspector General has a dual reporting relationship:

- To the Board through its Audit Committee; and
- To the Chancellor of the State University System for administrative matters.



OIGC Statutory Responsibilities

As mandated by s. 20.055, F.S., the Inspector General:

- Reviews and evaluates internal controls to ensure fiscal accountability of the SUS. Final audit reports are submitted to the Chancellor, Board of Governors, and Auditor General.
- Develops long-term and annual audit plans.
- Initiates, conducts, supervises, and coordinates investigations to detect and prevent fraud, waste, mismanagement, misconduct, and other such abuses in state government.
- Submits a final annual report of activities by September 30th of each year.



The Office of Inspector General

- **Vision:** Enhance Public Trust;
- **Mission:** To provide leadership in the promotion of accountability and integrity in the State University System
- **Motto:** “We are about making a difference.”



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