



BOARD *of* GOVERNORS

State University System of Florida

Audit and Compliance Committee

September 12, 2018

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STATE UNIVERSITY SYSTEM AUDIT COVERAGE



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FLORIDA AUDITOR GENERAL

- Financial Audits
- Operational Audits
- Statewide Federal Awards Audit
- Bright Futures Program Audit
- Information Technology Audits





AUDITOR GENERAL - FINANCIAL STATEMENT AUDITS FY 2017-2018

- Financial Statements – Fairly Presented
- Internal Controls – No Material Weaknesses or Significant Deficiencies
- Noncompliance - None





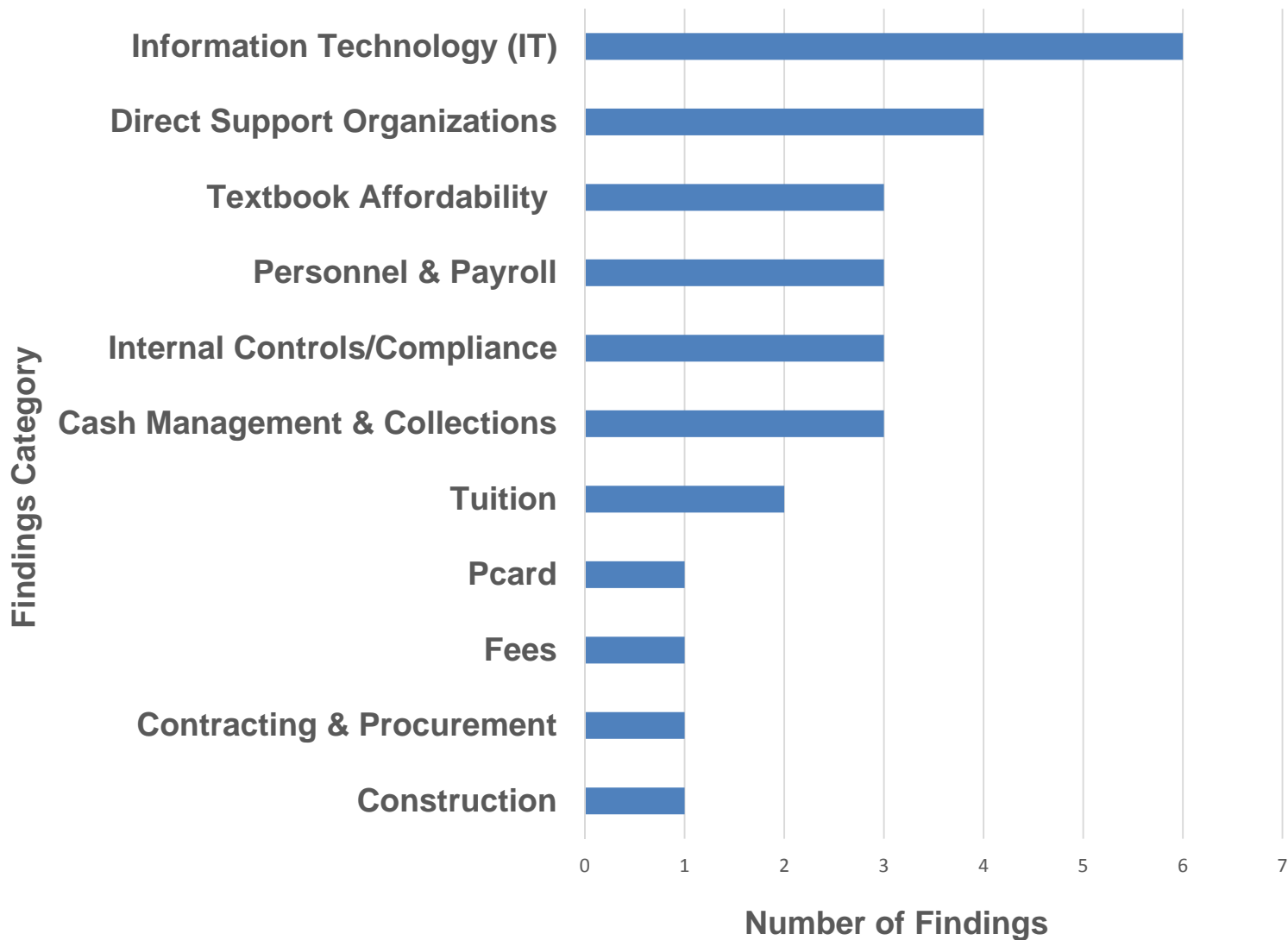
AUDITOR GENERAL - OPERATIONAL AUDITS SCOPE

- IT security and access controls
- Purchasing card transactions
- Board and committee meetings
- Textbook affordability
- Student receivables
- Florida residency determination and tuition
- Tuition differential fees
- Auxiliary operations contract compliance
- Direct support organizations
- Unencumbered balances
- Background screenings
- Expenditures
- Terminal pay
- Severance pay
- Fraud policy & procedures
- SSN requirements
- Conflicts of interest
- Annual property inventory
- Distance learning fees
- Construction administration
- Cash collection procedures
- Audit follow-up – corrective actions





AUDITOR GENERAL - OPERATIONAL AUDITS BY CATEGORY (FY 2017-2018)





AUDITOR GENERAL - STATEWIDE FEDERAL AWARDS AUDITS

- AG Audit of Major Federal Awards Programs
- OMB Audit Requirements contained in Title 2 U.S. CFR Part 200 (Uniform Guidance)
- Student Financial Assistance – \$3.3 billion
- Three findings related to state universities





AUDITOR GENERAL - FLORIDA BRIGHT FUTURES SCHOLARSHIP PROGRAM

Report No. 2018-212, issued June 2018

Finding: Untimely return of undisbursed advances to FDOE within 60 days after the end of the regular registration period.

University	Amount	Days Late
FIU	\$499,853	21
UF	\$215,276	10





AFFILIATED SUPPORT ORGANIZATIONS

Audits and Management Letters

- Direct Support & Health Services Support Organizations
[Board of Governors Regulations 1.001 and 9.011]
- Faculty Practice Plans
[Board of Governors Regulation 9.017]
- Self-Insurance Programs & Captive Insurance Companies
[Board of Governors Regulation 10.001]

Additional Reports:

- Collegiate License Plates
- Intercollegiate Athletics





AFFILIATED SUPPORT ORGANIZATIONS

- **Financial Statement Audits – All but one were fairly presented**
- **Internal Controls over Financial Reporting**

University	Affiliated Support Org.	Material Weakness	Significant Deficiency
FAMU	Rattler Boosters, Inc.	Proper Accounting Records and Accounts Receivable	Disbursements
	National Alumni Association		Bank Reconciliation
	Foundation		Bank Reconciliation
FAU	Research Corporation, Inc.		Account Reconciliation and Year-end Closing Procedures
FSU	Seminole Boosters, Inc.	Financial Reporting	Audit Trail
UF	Florida Health Professional Association, Inc.		Segregation of Duties in Clinical Health & Psychology Office

- **10 Management Letters issued with concerns noted**





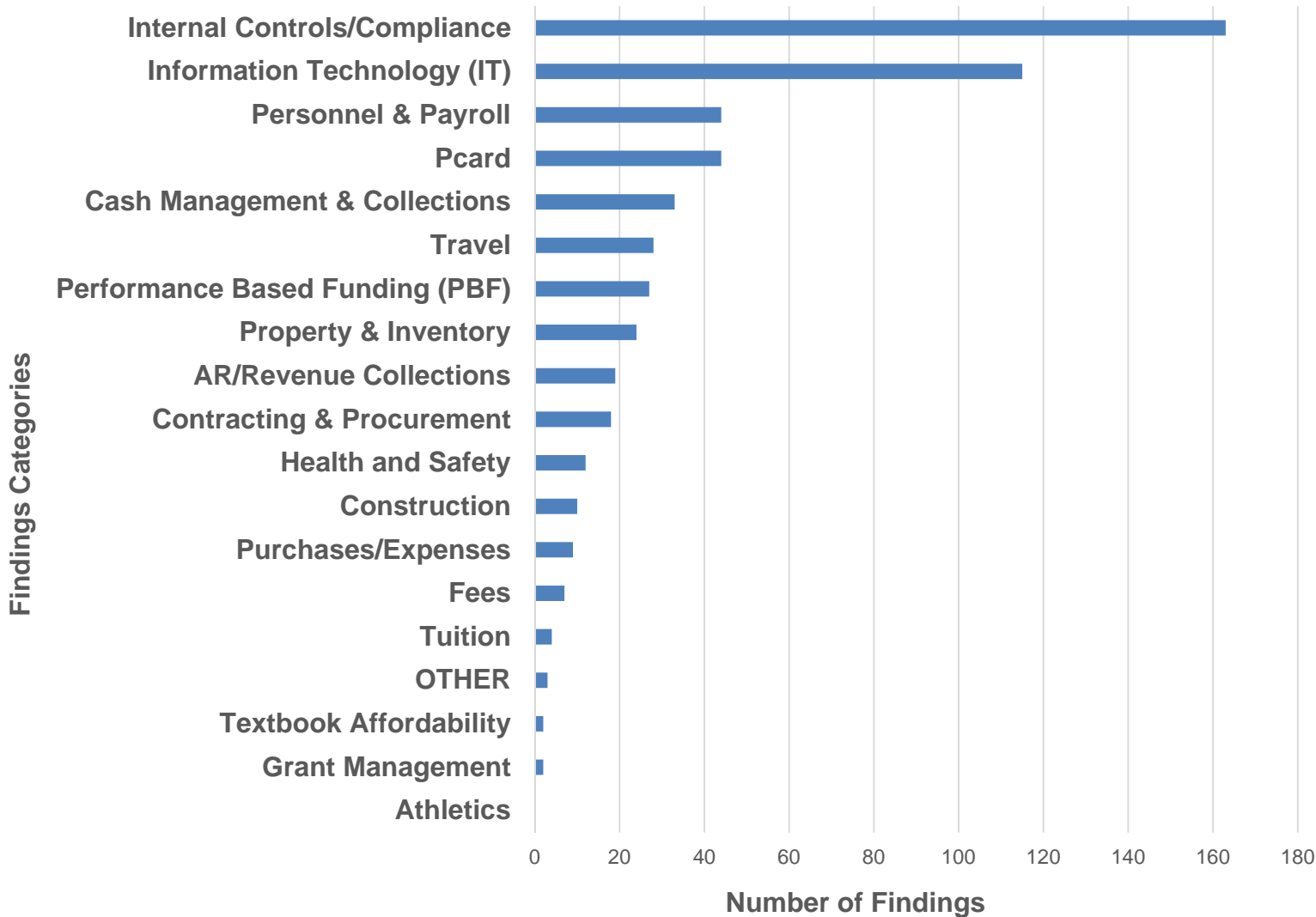
UNIVERSITY CHIEF AUDIT EXECUTIVES

- Internal Audits
 - Performance Audits
 - Contract Audits
 - IT Audits

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UNIVERSITY CAE AUDITS RECEIVED FY 2017-2018



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INTERNAL CONTROLS & INFORMATION TECHNOLOGY FINDINGS

Top 3 Sub-categories

Internal Controls	Inadequate Documentation
	Compliance
	Training
Information Technology	Security Controls
	Access Controls
	Policies and Procedures

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PERFORMANCE-BASED FUNDING DATA INTEGRITY AUDIT RESULTS

UNIV.	CONCLUSIONS	OBSERVED ISSUES	ACTION PLAN
FAMU	<ul style="list-style-type: none"> • Controls Need Improvement • Basis for Certification 	Four issues related to user access privileges and reviews (repeat), separation of duties (repeat), degree audit (repeat), and academic advisement module updates.	Completion Date: April – June 2018
FAU	<ul style="list-style-type: none"> • Controls Adequate • Basis for Certification 	No adverse findings	N/A
FGCU	<ul style="list-style-type: none"> • Controls Adequate • Basis for Certification 	Two issues related to timeliness of submissions, and department-level data entry correction made.	N/A
FIU	<ul style="list-style-type: none"> • Controls Adequate • Basis for Certification 	No adverse findings	N/A
FL Poly	N/A	N/A	N/A
FSU	<ul style="list-style-type: none"> • Controls Adequate • Basis for Certification 	No adverse findings	N/A
NCF	<ul style="list-style-type: none"> • Controls Adequate • Basis for Certification 	No adverse findings	N/A
UCF	<ul style="list-style-type: none"> • Controls Adequate • Basis for Certification 	Six issues related to logic error in student residency for tuition purposes and courses to degree table, data entry error for transfer credits, timeliness of submissions, and user access controls.	Completed December 2017
UF	<ul style="list-style-type: none"> • Controls Adequate • Basis for Certification 	No adverse findings	N/A
UNF	<ul style="list-style-type: none"> • Controls Adequate • Basis for Certification 	Four issues related to governance documents (repeat), procedures (repeat), user access reviews, and audit logs.	Completion Date: January 2020
USF	<ul style="list-style-type: none"> • Controls Adequate • Basis for Certification 	Two issues related to user access, authorizations, and tracking for Hours to Degree and Courses to Degree populations (repeat), and Transfer Articulation.	Completion Date: April – July 2018
UWF	<ul style="list-style-type: none"> • Controls Adequate • Basis for Certification 	Two issues related to formalizing, in writing, the Institutional Data Administrator; and developing standard business continuity plan template.	Completion Date: March 30, 2018

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