

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS**
September 22, 2016

SUBJECT: Public Notice of Intent to Create Board of Governors Regulation 4.001
University System Processes for Complaints of Waste, Fraud, or Financial
Mismanagement

PROPOSED BOARD ACTION

Approve public notice of intent to create Board of Governors Regulation 4.001 entitled *University System Processes for Complaints of Waste, Fraud, or Financial Mismanagement*.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Article IX, Section 7, Florida Constitution; Section 20.155, Florida Statutes; and Board of Governors Regulation Development Procedure

BACKGROUND INFORMATION

Board of Governors Regulation draft 4.001 University System Processes for Complaints of Waste, Fraud, or Financial Mismanagement was developed to capture information in Section 20.155, Florida Statutes. This draft regulation includes the Board of Governors' requirement to address allegations of waste, fraud, or financial mismanagement in instances where a university board of trustees is either unwilling or unable to do so. This draft was created to provide Board guidance on implementation of these provisions.

The regulation draft is the result of almost two years of communications with State University System (SUS) Chief Audit Executives, Chief Compliance Officers, Provosts, Boards of Trustees Audit Committees, and General Counsels. In coordination with the June 2016 Board of Governors meeting, the Office of Inspector General and Director of Compliance (OIGC) hosted a Regulations Development Workshop, led by Audit and Compliance Committee Chair, Alan Levine. Chief Audit Executives, Compliance Officers, and General Counsels were invited to participate to discuss this regulation along with three other draft regulations (also being considered for public notice at this meeting).

If approved, the regulation will be noticed on the Board's website for 30 days with final approval by the Board at the November 3, 2016, meeting.

Supporting Documentation Included: Information located in the Audit and Compliance Committee materials