



**BOARD OF REGENTS
REPORT OF THE COMMITTEE ON AUDIT
December 12, 2014**

The Board of Regents (BOR) Committee on Audit (Committee) has not met since the last BOR meeting held on October 24, 2014.

The following activity has occurred since the BOR's last meeting:

1. The Office of Legislative Audits (OLA) issued its final report of the University of Maryland, Eastern Shore on November 7, 2014. OLA reported 11 total findings. Five of the findings related to IT/IS security and four of the findings related to UMES' oversight of its affiliated foundation - The Maryland Hawk Center. OLA also noted that one finding was not fully corrected since its previous report in 2011.

Due to the nature of the findings associated with UMES' oversight of its affiliated foundation, OLA has recommended that this report be presented to the General Assembly's Joint Audit Committee on December 9, 2014.

2. The Office of Legislative Audit has issued its draft report of UMCP's Division of Information Technology. It is expected that OLA will issue its final report, along with UMCP's formal response within the first two weeks of December 2014.
3. USM's Office of Internal Audit provided the Committee members with summarized reports of audits it completed in October and November 2014.

The Committee's next meeting will be held on December 15, 2014. Subjects of the meeting will include:

- The FY 2014 Independent Audit of USM's Financial Statements,
- The Independent Auditors Letter to Management,
- Updates of OLA Activity, and
- The Office of Internal Audit's Proposed Plan of Activity for Calendar Year 2015.