



**BOARD OF REGENTS
COMMITTEE ON AUDIT**
Minutes from Closed Session
December 17, 2014

Chairman Augustine read aloud and referenced the Open Meetings Act Subtitle 5, section 10-508(a) which permits public bodies to close their meetings to the public in special circumstances. Mr. Augustine made a motion to move into Closed Session, seconded by Mr. Kelly, and unanimously approved by Regents Augustine (*chair*), McMillen (*vice chair*), Gossett, and Kelly. The closed session commenced at approximately 10:00 AM.

Regents in attendance included: Mr. Augustine (*Chair*), Mr. Gossett (phone), Mr. Kelly (phone), and Mr. McMillen (*vice chair* - phone). Also present were: USM Staff -- Chancellor Kirwan, Mr. Brown, Ms. Denson, Ms. Doyle, Mr. Mosca, Mr. Page, Mr. Vivona, and Ms. White; Office of the Attorney General -- Ms. Bainbridge; S.B. & Co., LLC (USM's Independent Auditor) -- Ms. Booker, Mr. Walsh, Mr. Williams, and Ms. Xie.

The following agenda items were discussed:

1. USM's Director of Internal Audit introduced Internal Audit's proposed 2015 plan of activity. (10-503(a) – administrative matters).
2. USM's Director of Internal Audit provided an update of engagement additions, cancellations and completions to Internal Audit's 2014 plan of activity. (10-503(a) – administrative matters).
3. USM's Director of Internal Audit provided a status update of reported criminal allegations received by Internal Audit. (10-508(a)(1)(i), (10-508(a)(1)(ii), and (10-508(a)(12)).
4. USM's Director of Internal Audit provided a summary of other Office of Legislative Audit (OLA) audit activity currently in progress. (10-508(a)(13).
5. USM's Associate Vice Chancellor of Administration and Finance provided an update of the procurement for the University System of Maryland's next independent auditor. S.B. & Co. representatives were not present for this discussion. (10-508(a)(14).
6. The Committee members met separately with the Independent Auditors and the Director of Internal Audit. (10-503(a) – administrative matters).