



**BOARD OF REGENTS
COMMITTEE ON AUDIT**
Minutes from Open Session
June 7, 2017

Chairman Augustine called the meeting of the Committee on Audit of the University System of Maryland Board of Regents to order at approximately 10:00 A.M. at the University System of Maryland Office.

Regents in attendance included: Mr. Augustine (Chair), Ms. Gooden, Mr. Gossett, Mr. Pope. Also present were: USM Staff -- Chancellor Caret, Mr. Balakrishnan, Mr. Brown, Ms. Denson, Ms. Doyle, Mr. Mosca, Mr. Page, Dr. Spicer, Mr. Vivona, Ms. White; Office of the Attorney General -- Ms. Langrill; S.B. & Co., LLC (USM's Independent Auditor) -- Ms. Booker, Ms. Hart, Mr. Seymour (phone).

The following agenda items were discussed:

1. SB & Company, LLC Audit Plan for the FYE 2017 Independent Audit of Financial Statements – Information & Discussion

The Audit Partner for USM's Independent Auditor (SB&Co.) presented the planned scope, strategy and approach that they will be following for their audit of the of USM's June 30, 2017 financial statements and the A133 Single Audit.

2. Policy and Bylaw Review of the Board of Regents Audit Committee - Information, Discussion, & Action

USM's Director of Internal Audit introduced proposed revisions to Board of Regents Policy VIII-7.10 - *Policy on Reporting Suspected or Known Fiscal Irregularities*.

Mr. Gossett made the motion to approve the policy revisions for submission to the full Board for its final approval. [Seconded by Ms. Gooden; unanimously approved.]

3. Completed Office of Legislative Audit Activity - Information & Discussion

Since the April 3, 2017 audit committee meeting, the Office of Legislative Audit (OLA) has not issued any audit reports on USM institutions. Another agency's OLA report included mention of Towson University with regard to three interagency agreements.

4. Follow up of Open Action Items from Prior Audit Committee Meetings - Information & Discussion

USM's Director of Internal Audit provided a status update of action items from prior meetings. This included reviews of the Committee's annual work plan and fraud reporting statistics.

5. Internal Audit Staffing Survey of University Systems – Information & Discussion

USM's Director of Internal Audit presented a comparison of USM's Internal Audit functions against other systems' audit departments.

6. Reconvene to Closed Session

Mr. Augustine read aloud and referenced the Open Meetings Act Subtitle 5, §3-305(b) which permits public bodies to close their meetings to the public in special circumstances.

[Moved by Mr. Pope, seconded by Ms. Gooden; unanimously approved.]

The closed session commenced at approximately 11:21 A.M.