



**BOARD OF REGENTS
COMMITTEE ON AUDIT**
Minutes from Open Session
October 21, 2022

Ms. Fish 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. This meeting was conducted via videoconference.

Regents in attendance included: Ms. Fish (Chair), Mr. Pope (Vice Chair), Ms. Gooden, Mr. Hur, Mr. Neurberger, and Mr. Wood. Also present were: USM Staff – Chancellor Perman, Mr. Brown, Mr. Acton, Ms. Denson, Mr. Eismeier, Mr. Hayes (phone), Ms. Herbst, Ms. Horrigan, Mr. Joshi, Mr. McDonough, Mr. Mosca, Ms. Skolnik, Ms. White, and Ms. Wilkerson; Towson University – Mr. Lowenthal; University of Maryland Eastern Shore – Dr. Anderson and Ms. Gonzalez; USF Foundation – Mr. Raley; Office of the Attorney General -- Ms. Langrill; CliftonLarsonAllen LLP (USM’s Independent Auditor) – Ms. Bowman.

The following agenda items were discussed:

1. FY 2022 Audit Committee Work Plan (Information & Discussion)

The Committee reviewed its Work Plan FY 2023.

2. Review of Board of Regents Charge Policies (Information & Discussion)

The Committee reviewed its charge. This included a review of the Audit Committee Charter and Board of Regents Bylaws, Article X, Section 3 (Committee on Audit). No modifications were proposed.

3. Proposed Modifications to Board of Regents Policy on Affiliated Foundations (Action, Information & Discussion)

USM’s Vice Chancellor of Administration and Finance presented a status update of progress made to revise the Board of Regents’ policy on affiliated foundations.

4. FY 2022 - System Wide Draft Financials, Balance Sheet & Statement of Changes (affiliated foundations are not included) (Information & Discussion)

USM’s Controller presented FY 2022 draft financial statements, which reflect the preliminary financial position and the results of operations of the University System of Maryland for the year ended June 30, 2022. The draft statements also provided a comparison of performance to

the prior year's results. The Controller also presented a key financial ratio analysis used by rating agencies.

5. USM's Year End 06/30/2021 A133 Single Audit Report (Information & Discussion)

USM's independent auditor (CliftonLarsenAllen LLP) presented the results of its State of Maryland A133 Single Audit for the year ended June 30, 2021. This audit is a required compliance audit for federally funded student financial aid and institutional aid. There were no material weaknesses reported.

Also discussed were the scope of audit work and findings identified during the audit.

6. Update on USM's Enterprise Risk and Crisis Management Programs (Information & Discussion)

Mr. Pope presented an update on universities' implementation of USM's Enterprise Risk and Crisis Management programs.

7. Completed Office of Legislative Audit Activity (Information & Discussion)

USM's Vice Chancellor for Accountability summarized the Office of Legislative Audits' (OLA) report for University of Maryland, College Park. He also presented an OLA findings dashboard which showed changes in the number of findings including repeat findings for each USM institution. The dashboard also showed the nature and number of findings for each institution.

8. Follow Up of Action Items from Prior Meetings (Information & Discussion)

Ms. Fish presented a status update of action items from prior audit committee meetings.

9. Convene to Closed Session

Ms. Fish 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. Hur, seconded by Ms. Gooden; unanimously approved.]

The closed session convened at approximately 11:52 a.m.