



**BOARD OF REGENTS
COMMITTEE ON AUDIT**
Minutes from Open Session
January 13, 2023

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. Neuberger, Mr. Oludayo (student regent), and Mr. Wood. Also present were: USM Staff – Chancellor Perman, Mr. Brown, Ms. Denson, Mr. Hayes (phone), Ms. Herbst, Mr. Mosca, Ms. Skolnik, Ms. White, and Ms. Wilkerson; Office of the Attorney General -- Ms. Langrill; CliftonLarsonAllen LLP (USM’s Independent Auditor) – Ms. Bowman.

The following agenda items were discussed:

1. Information & Discussion – USM FYE 6/30/2022 Audited Financial Statements

USM’s Controller presented USM’s Audited Financial Statements for the year ended June 30, 2022. The report included a ‘Financial Snapshot’, which consisted of the key balance sheet strength ratios used by the bond rating agencies and a comparison of each institution’s performance to the prior year’s results. USM’s Controller also presented a set of indicators and ratios (financial dashboard) that summarize current and year-to-year financial health or performance against a set of benchmarks.

2. Information and Discussion – FYE 6/30/2022 Independent Audit of USM’s Financial Statements

USM’s independent auditor (CliftonLarsonAllen, LLP) presented its audit results of USM’s FY 2022 financial statements. CliftonLarsonAllen, LLP conveyed an unmodified (unqualified) opinion. The independent auditor noted:

- No material weaknesses in internal controls were discovered;
- No instances of fraud were discovered through audit procedures; and
- The auditor received full cooperation from management.

3. Action, Information & Discussion - Proposed Modifications to BOR Policy on Philanthropic Support Foundations and Business Entities

USM’s Senior Vice President of Administration and Finance and USM’s Associate Vice Chancellor for Policy and Human Resources provided a summary of the updates to BOR Policy IX – 2.00 – Policy on Affiliated Philanthropic Support Foundations.

Mr. Wood motioned to approve the policy and Mr. Pope seconded the motion; unanimously approved it.

The meeting adjourned at approximately 11:26 a.m.