

**Audit Status Report  
As of March 15, 2011**

State Legislative Audit Activities

None

External Audit Reports & Activities

Final Reports Issued:

UA A-133 Single Audit FY10 (KPMG)

KUAC TV 9 FM 89.9 (RJG)

Facilities & Administration Rates (DCAA)

Work in Progress:

FY07 Incurred Costs for Fringe Benefits (DCAA)

FY08 Incurred Costs for Fringe Benefits (DCAA)

National Science Foundation Audit of UAA Grants (NSF OIG)

Property Control System Analysis (ONR)

FY2011 Annual Audit Plan

*Italic Items* - have been completed or are in progress

Special requests and investigations are listed by their audit number in order to maintain confidentiality

**KPMG External Audit Support**

*Year-end cutoff*  
*Inventory observation*  
*Cash disbursements & bank transfers*  
*Cash depositories*  
*Auxiliary fund analysis*  
*Unexpended plant fund addition*  
*Search for unrecorded liabilities*

**Function and System Reviews**

Sponsored Programs Effort Reporting

*Continuous Controls Monitoring – in progress, this is an ongoing project*

**UAA**

PCI Compliance

*Grant Review*

Athletics

*Rural Campus Review*

*Departmental Review (Facilities Maintenance & Operations) – in progress from FY10*

*Follow-up Audits (Follow-up of UAA Facilities, Planning & Construction) – in progress from FY10*

**UAF**

PCI Compliance

Grant Review

Procurement

*Rural Campus Review*

*Departmental Review (Facilities, selected functions) – in progress from FY10*

*Cash Receipts\* (includes follow-up of prior cash receipts audit) – in progress from FY10*

**UAS**

PCI Compliance

*Departmental Review*

*Rural Campus Review*

**Information Systems Reviews**

External Security Follow-up

*Data Security*

Campus IT General Controls  
Banner Program Upgrade Follow-up

**Statewide**

PCI Compliance

Procurement

Follow-up Audits

*Travel – in progress from FY10*

Audits in Review:

- Statewide Departmental Travel and Travel Card– fieldwork complete, needs to have exit conference and draft report is ready to issue

FY2011 Audit Plan Progress and Staffing

We continue to be fully staffed with our three full-time auditors and one student intern.

MAU Risk Assessments

Executive risk assessments were facilitated at each MAU in FY10, with results either presented to the Audit Committee or scheduled for presentation. The consolidated risk register was presented by Julie Baecker, chief risk officer, to the full Board of Regents at the June meeting. Internal Audit utilized the results during development of the audit plan for FY11, and made notes on audit topics for future years.

Risk Services and Internal Audit plan to facilitate the executive risk assessments again in FY11 with each MAU, as well as facilitate detailed risk assessments with a department or function selected by each MAU. Per discussion with President Gamble, this is scheduled to begin after during the timeframe between spring break and graduation.

Other Department Activities

- Continuous Controls Monitoring – This is an ongoing project that involves analytical tests which run automatically on a prescheduled basis. An auditor has been assigned to the follow-up of results from tests, refinement of tests, and development of new tests.
  - Potential Duplicate Payments by Accounts Payable
  - Potential Scheduled Payments (unauthorized)
  - Representational expenditures with inappropriate funding sources
  - Gifts Exceeding \$25 Threshold
  - Potential Duplicate Payroll Checks

- Terminated Employees on the Payroll
  - Phantom Employees
- Quality Assessment Review (QAR) – External Validation
- Enterprise Risk Management and Risk Assessments
- Participation on the Payment Card Industry Data Security Standards (PCI DSS) Compliance Committee
- Lead for development of the request for proposal (RFP) for the FY11 external security review
  - Proposals are under review by the evaluation committee at this time.