

**UNIVERSITY OF MINNESOTA  
BOARD OF REGENTS**

**Audit Committee  
September 13, 2001**

A meeting of the Audit Committee of the Board of Regents was held on Thursday, September 13, 2001 at 9:00 a.m. in the East Committee Room, 600 McNamara Alumni Center.

Regents present: Robert Bergland, presiding; Dallas Bohnsack, Frank Berman, Richard McNamara, Michael O'Keefe, and Lakeesha Ransom.

Staff present: Chancellors Kathryn Martin and Samuel Schuman; Executive Vice President and Provost Robert Bruininks; Senior Vice President Frank Cerra; Vice Presidents Tonya Brown and Eric Kruse; General Counsel Mark Rotenberg; Executive Director Ann Cieslak; Associate Vice Presidents Steven Cawley, Gail Klatt, Robert Kvavik, and Richard Pfitzenreuter.

Student Representatives present: Kyle Althoff and Venora Hung.

**COMMITTEE WORKPLAN, 2001-2002**

Regent Bergland and Associate Vice President Klatt presented for discussion the proposed 2001-2002 Committee Workplan, as found in the docket materials.

Klatt reported that the University's Department of Audits charter would require review and possible revision to ensure compliance with changes in the guidelines and professional standards governing internal audits.

Klatt noted new or emerging areas of risk that would be monitored in the upcoming year:

- the University's new employee health insurance program;
- the Health Insurance Portability and Accountability Act (HIPAA) requirements; and
- privacy issues.

The committee agreed that the workplan should remain flexible in order to respond to new issues or areas of focus.

**AUDIT FOLLOW-UP PROCESS AND REPORTING**

Associate Vice President Klatt presented the Department of Audit's current criteria and procedures used to evaluate administrative responses to audit findings, as found in the materials on file in the Board Office.

After discussion and clarifying questions regarding these procedures, the committee requested that opportunities be provided for the committee to hear directly from management on certain audits. In addition, Klatt agreed to provide the committee with information on risk exposure associated with the oldest unresolved findings.

### **INTERNAL AUDIT UPDATE**

Associate Vice President Klatt presented the Internal Audit Update, as found in the docket materials.

Klatt reported positive results on audits of the new University payroll system implementation using PeopleSoft and of the disaster recovery plan for the non-mainframe PeopleSoft and Enterprise systems.

During a discussion of long-outstanding unresolved audit findings, Klatt explained that several factors could be involved: the cost of necessary changes such as new technology and software; the need to coordinate change among several departments; the need to review and update specific policies, including Board of Regents policies.

### **INFORMATION ITEMS**

Associate Vice President Klatt presented a detailed update from administrators on three outstanding audit recommendations relating to the Veterinary Teaching Hospital audit, the Men's Intercollegiate Athletics audit, and the construction contracts aspect of the Facilities Management audit, as found in the docket materials.

The meeting adjourned at 10:05 a.m.

**ANN D. CIESLAK**  
**Executive Director and**  
**Corporate Secretary**

©2005 Regents of the University of Minnesota. All rights reserved.

[Trouble seeing the text?](#) | [Contact U of M](#) | [Privacy](#)

The University of Minnesota is an equal opportunity educator and employer.

Last modified on September 7, 2005