

**STATE BOARD OF EDUCATION  
AUDIT COMMITTEE**STATE of IDAHO  
BOARD of EDUCATION

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**APPROVED MINUTES  
STATE BOARD OF EDUCATION AUDIT COMMITTEE  
June 10, 2014**

A regular meeting of the Audit Committee of the State Board of Education was held June 10, 2014 in Boise, Idaho and via video conference call throughout Idaho.

**ATTENDANCE**

Board: Emma Atchley, Chair, Don Soltman, Bill Goesling  
Board staff: Scott Christie, Matt Freeman  
BSU: Stacy Pearson, Jo Ellen Dinucci, Larry Harmon, Mark Eisenman  
ISU: Jim Fletcher, Brant Wright, Reese Jensen  
UI: Ron Smith, Dan Stephens, Brad White  
LCSC: Chet Herbst, Jeff Phelps, Teresa Cole

**AGENDA****1. Approve March 12, 2014 Meeting Minutes**

The meeting minutes of the March 12<sup>th</sup> 2014 Audit Committee meeting were approved unanimously as presented.

**2. Moss Adams FY 2014 Interim Audit Update**

Mary Case, Scott Simpson, and Tammy Erickson provided an interim audit update discussing internal control issues, A133 audits, and general audit concerns. There were no concerns at this time.

**3. 3<sup>rd</sup> Quarter FY 2014 Financial Reports**

The institutions presented their 3<sup>rd</sup> quarter financial reports. The Committee directed the institutions to continue providing the quarterly financial statements and analytical review, but allow the institutions to determine when charts and graphs should be provided as new information is available (e.g. student enrollment, staffing levels, sponsored projects, giving, auxiliaries, etc.). The Committee also asked each institution to provide a Year-to-Date at a Glance page similar to the one provided by University of Idaho.

The Committee also asked each institution to provide their effective F&A rate and the number of sponsored grant proposals submitted and awarded.

The Committee discussed Net Asset Reserves and determined the BAHR Committee was already pursuing alternatives for the Board to consider at a later date.

#### 4. Internal Auditors FY 2015 Audit Plans and Charters

The internal auditors presented their FY 2015 audit plans. There were no changes to their charters. The Committee approved all four FY 2015 audit plans and all institution charters. The University of Idaho audit plan includes reviewing how estimates are calculated for student fee revenues and a review of contracts with coaches doing business as a Limited Liability Corporation for summer camps. Depending on the outcome of these two respective audits, Matt may bring these two topics to the BAHR Committee for its consideration in the future.

#### 5. University of Idaho Recovery Plan

University of Idaho provided an update regarding the financial health of the university. The University is projecting a year-end balance of \$5 - \$10 million which will enhance its net position.

Meeting adjourned at 4:45 pm