

AUDIT COMMITTEE

Minutes: December 4, 2014 at 12:00 p.m.
Spangler Center, Conference Room C, Chapel Hill, North Carolina

OPEN SESSION

The following members were present: Mr. Rodney Hood, Mr. Marty Kotis, Mr. Ed McMahan, Mr. Roger Aiken and Mrs. Anna Nelson.

The following staff was present: Chief Operating Officer Charles Perusse, Vice President for Legal Affairs Joanna Carey Cleveland, Vice President for Compliance and Audit Services Lynne Sanders, other General Administration staff, Chancellors, and other faculty/staff from the universities.

1. On the motion from Mr. Aiken, seconded by Mr. Hood, the minutes of the October 23, 2014 meeting were approved.
2. Mrs. Sanders presented the Annual Report on the Audit Committee for FY 2013-2014. She highlighted that the committee met all objectives set in the charter. She also reported that the campus Audit Committees of the Board of Trustees and Chief Audit Officers are required to submit a confirmation that they have met their objectives as well.
3. Mrs. Sanders presented the results of seven audit reports that were issued by the Office of the State Auditor since the last audit committee meeting. Issued were seven Financial Statement Audit Reports that had no findings.
4. The committee received an update from UNC Chapel Hill's Chief Audit Officer Phyllis Petree and Associate University Council Kara Simmons on some follow-up questions related to EthicsPoint. Ms. Simmons discussed the reasons why UNC Chapel Hill chose this third party hotline vendor and Ms. Petree presented the capabilities of the software. The software was discussed and questions were answered.

On the motion of Mr. Hood, seconded by Mr. Kotis, the meeting was adjourned.

Mr. Ed McMahan
Chair of the Audit Committee

Mr. Marty Kotis
Secretary of the Audit Committee