

## **AUDIT COMMITTEE**

Minutes: April 11, 2014 at 8:00 a.m.

Spangler Center, Executive Conference Room, Chapel Hill, North Carolina

### **OPEN SESSION**

The following members were present: Mr. Roger Aiken, Mr. W. Louis Bissette, Dr. Fred N. Eshelman, Mr. Thomas J. Harrelson, Mr. Rodney E. Hood, Mr. W. Marty Kotis, Mr. Scott Lampe, Dr. Joan Perry, and Mr. Richard F. Taylor.

The following staff were present: Chief Operating Officer, Charles E. Perusse, Vice President of Legal Affairs and General Counsel, Tom Shanahan, Compliance Officer, Lynne Sanders, other General Administration staff as well as other campus representatives. Also in attendance were NC Senator David L. Curtis as well as Deputy State Auditor Linda Hollar and Audit Supervisor Katie Thigpen from the Office of the State Auditor (OSA).

1. On the motion from Mr. Hood, seconded by Mr. Taylor, the minutes of the January 10, 2014 meeting were approved.
2. OSA Audit Supervisor, Katie Thigpen, presented the annual Financial Statement Audit Report for UNC General Administration for fiscal year ended June 30, 2013. Ms. Thigpen reported there were no audit findings and acknowledged staff in the Business Affairs Office, Marsha Fields and Ralph McLester, for their professionalism and good work.
3. Compliance Officer, Lynne Sanders presented the results of nine audit reports that were issued by the Office of the State Auditor since the last audit committee meeting. Issued were one Financial Statement Audit, seven Statewide Federal Compliance Audits and one Investigative Audit. (See Attachment). In addition to discussion of findings reported, Ms. Sanders shared with the committee how follow-up on identified corrective action plans would be handled by UNC General Administration. The investigative report for Elizabeth City State University resulted in questions from the committee about how long distance service is handled across our campuses. An update will be provided at the next audit committee meeting.

Rodney Hood recognized Mrs. Sanders and East Carolina University Chief Audit Officer, Stacie Tronto, who will be at the SACUBO (Southern Association of College and University Business Officers) Conference in San Antonio representing the University System of North Carolina with a presentation on Shared Services.

On the motion of Mr. Aiken, seconded by Mr. Lampe, the meeting was adjourned.

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Dr. Fred N. Eshelman  
Chair of the Audit Committee

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Mr. Richard F. Taylor  
Secretary of the Audit Committee