

20-114 Review and Validation

We have completed our audit of the Review and Validation. This audit was performed as required by the University of Texas System (UTS) Policy 142.1 *Policy on the Annual Financial Report* and was conducted in accordance with the *International Standards for the Professional Practice of Internal Auditing*.

BACKGROUND

UTS 142.1, Section 7 *Internal Audit Risk Assessment and Certification of the Monitoring Plan*, last amended or reviewed on June 25, 2019, states the following:

- “The institutional Chief Audit Executive shall perform an annual risk assessment of the Monitoring Plan. The institutional Chief Audit Executive will certify within 60 days of the fiscal year end, to the Financial Reporting Officer of U.T. System Administration, whether an audit was performed based on the risk assessment and discussion with the institutional audit committee.”

OBJECTIVES

The objectives of this audit were to determine whether:

- UTHealth followed its monitoring plan for segregation of duties and reconciliation of accounts
- Account owners submitted sub certifications timely
- Assertions of segregation of duties and account reconciliations were valid

SCOPE PERIOD

The scope period was fiscal year 2019.

METHODOLOGY

Auditing and Advisory Services executed an audit program provided by UT System Audit; however, slight modifications were made to the program to reflect a change in processes at UTHealth to include the use of BOT generated reports. The audit procedures included determining whether:

- The monitoring plan was executed
- Account reconciliations were performed
- Segregation of duties were established
- Sub certification letters were submitted on a timely basis

AUDIT RESULTS

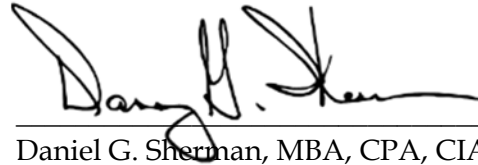
Overall, we determined UTHealth is in compliance with its monitoring plan for segregation of duties, reconciliation of accounts, and timely submission of sub certification letters. In addition, we obtained reasonable assurance assertions of segregation of duties and reconciliations of accounts were valid.

NUMBER OF PRIORITY FINDINGS REPORTED TO UT SYSTEM

None

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We would like to thank the staff and management within Finance and Business Services and the Office of the Senior Executive Vice President and Chief Operating Officer who assisted us during our review.



Daniel G. Sherman, MBA, CPA, CIA
Associate Vice President & Chief Audit Officer

MAPPING TO FY 2020 RISK ASSESSMENT

Risk (Rating)	Not Applicable - This audit was performed to ensure compliance with UTS 142.1.
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DATA ANALYTICS UTILIZED

Data Analytic #1	None
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AUDITING & ADVISORY SERVICES ENGAGEMENT TEAM

Assistant Vice President	Daniel G. Sherman, MBA, CPA, CIA
Audit Manager	Nathaniel Gruesen, MBA, CIA, CISA, CFE
Auditor Assigned	Casandra Wiley
End of Fieldwork Date	October 30, 2019
Issue Date	October 31, 2019

Copies to:
Audit Committee