

WASHBURN UNIVERSITY BOARD OF REGENTS
Audit Committee Meeting
September 21, 2017

Regents Present: Brent Boles, (committee chair), John McGivern (committee member), Bill Sneed (committee member), Jennifer Sourk (committee member), Larry Wolgast (committee member), Terry Beck, Paul Hoferer

Regent Boles called the meeting to order at 3:00 p.m.

Minutes of the December 14, 2016 meeting were approved as distributed.

Vice President Jim Martin introduced Chester Moyer, engagement partner from RubinBrown. Mr. Moyer introduced his associates, Brad Remy and Graham Ryan. They outlined the scope of the audit engagement which includes:

- providing an opinion on the financial statements prepared by management;
- reviewing internal controls over financial reporting;
- providing an opinion on compliance with federal programs, including financial aid; and
- providing an opinion on the KTWU financial statements as required by the Corporation for Public Broadcasting.

The timeline for the audit engagement was reviewed. Next year the Department of Education will wind down the Perkins loan program. No new loans will be awarded after September 30, 2017.

The auditors risk assessment provided areas of highest focus, which include the tuition and fees, receivables, deferred revenue, and financial aid.

The auditors will do a high level analysis of cash disbursed during the year. The number of transactions for the top vendors is analyzed to verify nothing is indicative of fraud.

In answer to a query, Mr. Moyer said litigation evaluations would only be done if matters were at a \$75,000 or higher level. He said it is common for higher education institutions to be engaged in some sort of litigation at any given time.

When asked to discuss any findings to date, Mr. Moyer said there were no matters to be communicated at this point in time.

Mr. Moyer asked the Board members to communicate any concerns or suspicions, and to feel free to contact him at any time during the audit engagement.

Meeting was adjourned at 3:18 p.m.