



Item: AF: I-1

AUDIT AND FINANCE COMMITTEE
Tuesday, June 19, 2012

SUBJECT: REVIEW OF SUMMARY OF FOLLOW-UP ON AUDIT RECOMMENDATIONS SCHEDULED TO BE IMPLEMENTED DURING THE PERIOD OF JANUARY 1 THROUGH MARCH 31, 2012.

PROPOSED COMMITTEE ACTION

Information Only.

BACKGROUND INFORMATION

The Office of Inspector General performs follow-up procedures for all outstanding audit recommendations on a regular basis. For the three months ended March 31, 2012, we reviewed a total of eight audit recommendations resulting in the following conclusions:

- Six recommendations were found to be fully implemented;
- One recommendation was partially implemented; and,
- One recommendation is deemed to no longer be applicable.

IMPLEMENTATION PLAN/DATE

We have obtained a new expected implementation date from the responsible auditee for the partially implemented recommendation. This recommendation will be subject to additional follow-up in the future.

FISCAL IMPLICATIONS

Not Applicable.

Supporting Documentation: OIG Schedule of Follow-Up on Audit Recommendations

Presented by: Mr. Morley Barnett, Inspector General

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FAU-OIG
SUMMARY OF FOLLOW-UP ON AUDIT RECOMMENDATIONS
SCHEDULED TO BE IMPLEMENTED DURING THE PERIOD OF 1/1- 3/31/12

IMPLEMENTED (6)

| AUDIT TITLE | AUDIT REPORT # | AUDIT RECOMMENDATION # | COMMENT TITLE | AUDITEE | RESPONSIBLE MANAGER | PENDING ISSUES | NEW EXPECTED IMPLEMENTATION DATE |
|--------------------------|-----------------------|-------------------------------|--|----------------------------------|---|-----------------------|---|
| Federal Awards | AG11-167 | 107 | Allowable Costs/Cost Principles – Cost Accounting Standards (CAS) Exemptions | James Wilkie | Dr. Barry Rosson | N/A | N/A |
| Central Cashier's Office | FAU11/12-2 | 1 | Inadequate Documentation of Review of Web Credit Card Collections | Stacey Semmel | Dennis Crudele | N/A | N/A |
| Operational Audit of FAU | AG12-095 | 2 | Collection of Social Security Numbers | Dennis Crudele | Dr. Mary Jane Saunders | N/A | N/A |
| Operational Audit of FAU | AG12-095 | 5 | Student Fees – Repeated Enrollment | Dr. Norman Kaufman / Harry Demik | Dr. Brenda Claiborne / Dr. Gitanjali Kaul | N/A | N/A |
| Operational Audit of FAU | AG12-095 | 4 | Distance Learning Fee | Dr. Monica Orozco | Dr. Brenda Claiborne | N/A | N/A |
| Operational Audit of FAU | AG10-131 | 15 | Environmental and Security Controls | Jason Ball | Dr. Gitanjali Kaul | N/A | N/A |

PARTIALLY IMPLEMENTED (1)

| AUDIT TITLE | AUDIT REPORT # | AUDIT RECOMMENDATION # | COMMENT TITLE | AUDITEE | RESPONSIBLE MANAGER | PENDING ISSUES | NEW EXPECTED IMPLEMENTATION DATE |
|--------------------------|-----------------------|-------------------------------|--------------------------------------|---------------------------------|----------------------------|--|---|
| Operational Audit of FAU | AG12-095 | 7 | Complimentary Athletic Event Tickets | Michael Boele/ Melanie Angel | Melissa Dawson | Management needs to ensure that the newly-created form acknowledging the number of complimentary tickets being handed out to the Compliance Department employee for distribution at each athletic event is utilized during the 2012-13 season for football and men's/women's basketball. | 2/28/13 |

**FAU-OIG
SUMMARY OF FOLLOW-UP ON AUDIT RECOMMENDATIONS
SCHEDULED TO BE IMPLEMENTED DURING THE PERIOD OF 1/1- 3/31/12**

NO LONGER APPLICABLE (1)

| AUDIT TITLE | AUDIT REPORT # | AUDIT RECOMMENDATION # | COMMENT TITLE` | AUDITEE | RESPONSIBLE MANAGER | PENDING ISSUES | NEW EXPECTED IMPLEMENTATION DATE |
|--------------------------|----------------|------------------------|---|---------------|---------------------|----------------|----------------------------------|
| Operational Audit of FAU | AG12-095 | 6 | Decentralized Collections – OWL CARD Center | Stacy Volnick | Dennis Crudele | N/A ** | N/A |

** Management has indicated that there is not a cost-beneficial way to fully implement the recommendation, as intended. Management has elected to accept the residual risk of conducting the Owl Card Center's cashiering operations in its current form.