

TEXAS HIGHER EDUCATION COORDINATING BOARD

INTERNAL AUDIT & COMPLIANCE MONITORING

Compliance Monitoring Plan

Fiscal Year 2020

Specific risk factors from Texas Administrative Code Section 1.13 Internal Auditor and Compliance Monitoring, were used to develop the Compliance Monitoring Annual Plan. These factors included:

- The amount of student financial assistance or grant funds allocated to the institution by the Board;
- Whether the institution is required to obtain and submit an independent audit;
- The institution’s internal controls;
- The length of time since the institution’s last desk review or site visit;
- Past misuse of funds or misreported data by the institution; and
- In regard to data verification, whether the data reported to the Board by the institution is used for determining funding

Risk-Based Reviews

Hours

%

1. Formula Funding at Institutions of Higher Education

1,925

50%

Perform reviews of contact hours at public community/junior colleges and formula funding reviews at other public institutions of higher education. Formula funding for institutions of higher education totals approximately \$4.2 billion annually.

Public Universities – Four institutions, based on risk assessment

Onsite Reviews

The University of Texas at Tyler

The University of Texas at Austin

Angelo State University

Desk Reviews

Midwestern State University

Public Community/Junior Colleges – Six institutions, based on risk assessment

Onsite Reviews

Amarillo College

Coastal Bend College

Temple College

Cedar Valley College

Desk Reviews

College of the Mainland

Laredo Community College

2. Financial Assistance Compliance at Institutions of Higher Education	1,925	50%
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Perform compliance reviews of student financial assistance or grant programs at public community/junior colleges or other public/private institutions of higher education. Financial assistance disbursed to colleges and universities in Texas totals approximately \$870 million annually.

Public Universities – Four institutions, based on risk assessment

Onsite Review

Texas State University – San Marcos
 The University of Texas at Arlington
 The University of North Texas

Desk Review

Texas Woman’s University

Public Community/Junior Colleges – Three institutions, based on risk assessments

Onsite Review

Austin Community College
 Angelina College

Desk Review

Central Texas College

Private Universities – Two institutions, based on risk assessment

Onsite Review

Huston Tillotson University

Desk Review

Baylor University

Public Health Related Institutions – One institution, based on risk assessment

Onsite Review

Texas Tech University Health Sciences Center

TOTAL RISK-BASED REVIEWS	3,850	100%
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Completion of FY19 Risk-Based Reviews	<u>Hours</u>	<u>%</u>
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1. Formula Funding at Institutions of Higher Education One institution	175	30%
2. Financial Assistance Compliance at Institutions of Higher Education Two institutions	400	70%

TOTAL COMPLETION of FY18 REVIEWS	575	100%
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Follow-Up Reviews	<u>Hours</u>	<u>%</u>
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- 3. Formula Funding at Institutions of Higher Education
- 1. Seven institutions

1100 100%

TOTAL FOLLOW-UP REVIEWS

1100 100%