

17-115 Review and Validation

We have completed our audit of Review and Validation. This audit was performed as required by University of Texas System 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

UTS142.1, Policy on the Annual Financial Report, Section 6, states "The institutional Internal Audit Director shall perform annual testing, within 60 days of the end of the fiscal year end, of the Monitoring Plan and the subcertifications, and validate the assertions on segregation of duties and account reconciliations."

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 subcertifications timely; and
- Assertions of segregation of duties and account reconciliations were valid.

SCOPE PERIOD

The scope period was FY 2016

METHODOLOGY

Auditing and Advisory Services executed an audit program provided by UT System Audit. The audit procedures included determining whether:

- the monitoring plan was executed,
- account reconciliations were performed,
- segregation of duties were established, and
- subcertification letters were submitted on a timely basis


AUDIT RESULTS

Overall, we determined that UTHealth is in compliance with its monitoring plan for segregation of duties and reconciliation of accounts; account owners submitted subcertification letters timely; and we obtained reasonable assurance assertions of segregation of duties and reconciliation of accounts were valid.

NUMBER OF PRIORITY & HIGH FINDINGS REPORTED TO UT SYSTEM

None.

We would like to thank the staff and management who assisted us during our review.



Daniel G. Sherman, MBA, CPA, CIA
Assistant Vice President

MAPPING TO FY 2017 RISK ASSESSMENT

Risk (Rating)	N/A - This audit is not risk based. It is performed in compliance with UTS 142.1, Section 6, which requires annual audits of the monitoring plan to validate the assertions on segregation of duties and account reconciliations.
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AUDITING & ADVISORY SERVICES ENGAGEMENT TEAM

Assistant Vice President	Daniel G. Sherman, MBA, CPA, CIA
Audit Manager	Nat Gruesen, MBA, CIA, CISA
Auditor Assigned	Cara Saldivar
End of Fieldwork Date	October 26, 2016
Issue Date	October 31, 2016

Copies to:
Audit Committee